

	2012	2013	2014	2015	2016
Patient Revenue					
Inpatient Services	55,202,529	57,962,656	60,860,788	63,903,828	67,099,019
Outpatient Services	125,759,297	131,246,072	136,991,163	143,007,164	149,307,293
Clinic Services	8,734,219	9,170,930	9,629,476	10,110,950	10,616,497
Total Patient Revenue	189,696,045	198,379,658	207,481,427	217,021,941	227,022,810
Deductions From Revenue	105,718,325	108,675,306	116,011,644	122,314,644	129,653,211
Net Patient Services Revenue	83,977,720	89,704,351	91,469,783	94,707,298	97,369,599
Other Revenues					
Typical other revenue	1,653,945	1,653,945	1,653,945	1,653,945	1,653,945
Oklahoma SHOPP	774,488	-	-	-	-
Other non-recurring revenue	915,326	1,244,764	2,269,751	-	-
Management Fee	11,710,921	8,851,114	9,028,136	9,208,699	9,392,873
Total Other Revenues	15,054,680	11,749,823	12,951,832	10,862,644	11,046,818
Total Operating Revenues	99,032,400	101,454,174	104,421,615	105,569,941	108,416,417
Operating Expenses					
Salaries and Wages	41,680,598	42,514,209	43,364,494	44,231,784	45,116,419
Benefits	7,629,789	7,782,384	7,938,032	8,096,793	8,258,729
Supplies	9,303,849	9,582,964	9,870,453	10,166,567	10,471,564
Medical Specialist Fees	3,857,332	3,973,051	4,092,243	4,174,088	4,257,570
Purchased Services	6,881,544	7,087,990	7,300,630	7,446,643	7,595,575
Management Fees	11,710,921	8,851,114	9,028,136	9,208,699	9,392,873
Re-org costs	2,933,909	-	-	-	-
Other Operating Expenses	9,656,918	9,946,626	10,245,024	10,449,925	10,658,923
Total Operating Expenses	93,654,858	89,738,340	91,839,013	93,774,498	95,751,653
E.B.I.T.D.A.	5,377,542	11,715,835	12,582,603	11,795,444	12,664,763
Intercompany adjustments	18,309	-	-	-	-
Depreciation and Amortization	(4,671,542)	(5,019,331)	(5,440,323)	(5,810,965)	(6,124,713)
Interest Expense	(3,152,456)	(3,409,560)	(3,169,464)	(2,698,257)	(2,294,485)
Interest Income	52,437	52,122	52,068	52,068	52,068
Net Income Before Taxes and Debt Relief	(2,375,710)	3,339,066	4,024,883	3,338,290	4,297,634
Gain from bankruptcy debt relief	5,481,146	-	-	-	-
Net Income Before Taxes	3,105,436	3,339,066	4,024,883	3,338,290	4,297,634
Gross margin (based on net revenues)	1.64%	1.68%	1.94%	1.54%	1.89%

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	9,084,486	9,538,711	10,015,646	10,516,428	11,042,250
Outpatient Services	10,458,925	10,981,871	11,530,965	12,107,513	12,712,889
Clinic Services	<u>932,022</u>	<u>978,623</u>	<u>1,027,554</u>	<u>1,078,932</u>	<u>1,132,879</u>
Total Patient Revenue	20,475,433	21,499,205	22,574,165	23,702,874	24,888,017
Deductions From Revenue	<u>11,561,528</u>	<u>11,632,139</u>	<u>12,607,957</u>	<u>13,386,201</u>	<u>14,283,148</u>
Net Patient Services Revenue (2)	<u>8,913,905</u>	<u>9,867,067</u>	<u>9,966,208</u>	<u>10,316,672</u>	<u>10,604,869</u>
Other Revenues					
Typical other revenue (3)	47,063	47,063	47,063	47,063	47,063
Oklahoma SHOPP (3)	386,000	-	-	-	-
Other non-recurring revenue	525,000	-	-	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	<u>958,063</u>	<u>47,063</u>	<u>47,063</u>	<u>47,063</u>	<u>47,063</u>
Total Operating Revenues	<u>9,871,969</u>	<u>9,914,130</u>	<u>10,013,271</u>	<u>10,363,736</u>	<u>10,651,933</u>
Operating Expenses (4)					
Salaries and Wages	4,036,178	4,116,902	4,199,240	4,283,224	4,368,889
Benefits	568,482	579,851	591,448	603,277	615,343
Supplies	933,243	961,240	990,078	1,019,780	1,050,373
Medical Specialist Fees	49,108	50,581	52,099	53,141	54,204
Purchased Services	577,945	595,284	613,142	625,405	637,913
Management Fees (8)	1,033,115	780,828	796,445	812,374	828,621
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	<u>823,811</u>	<u>848,525</u>	<u>873,981</u>	<u>891,461</u>	<u>909,290</u>
Total Operating Expenses	<u>8,034,882</u>	<u>7,933,212</u>	<u>8,116,432</u>	<u>8,288,662</u>	<u>8,464,633</u>
E.B.I.T.D.A.	1,837,087	1,980,918	1,896,839	2,075,074	2,187,300
Intercompany adjustments	272,260	-	-	-	-
Depreciation and Amortization (6)	(871,997)	(835,620)	(817,839)	(821,339)	(824,839)
Interest Expense (7)	(443,183)	(451,441)	(449,853)	(414,993)	(406,789)
Interest Income	-	-	-	-	-
Net Income Before Taxes and Debt Relief	794,167	693,857	629,147	838,742	955,671
Gain from bankruptcy debt relief	<u>645,830</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income Before Taxes	<u>1,439,997</u>	<u>693,857</u>	<u>629,147</u>	<u>838,742</u>	<u>955,671</u>
Gross margin (based on net revenues)	<u>7.03%</u>	<u>3.23%</u>	<u>2.79%</u>	<u>3.54%</u>	<u>3.84%</u>

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	24,484	27,162	27,434	28,394	29,104
Increase percentage		10.94%	1.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year. Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions Additional, see additional capital acquisitions schedule		(835,620)	(793,839)	(793,839)	(793,839)
		<u>-</u>	<u>(24,000)</u>	<u>(27,500)</u>	<u>(31,000)</u>
		<u>(835,620)</u>	<u>(817,839)</u>	<u>(821,339)</u>	<u>(824,839)</u>
(7) Forecast using actual debt schedules		(411,080)	(411,312)	(385,696)	(387,690)
Additional due to ERP from debt relief		(40,362)	(33,033)	(24,898)	(15,865)
Additional, see additional capital acquisitions schedule		-	(5,508)	(4,399)	(3,234)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>(451,441)</u>	<u>(449,853)</u>	<u>(414,993)</u>	<u>(406,789)</u>

(8) Management fee is the full cost allocation of Corporate costs

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	1,704,882	1,790,127	1,879,633	1,973,615	2,072,295
Outpatient Services	4,632,971	4,864,619	5,107,850	5,363,243	5,631,405
Clinic Services	243,121	255,277	268,040	281,442	295,515
Total Patient Revenue	6,580,974	6,910,022	7,255,524	7,618,300	7,999,215
Deductions From Revenue	2,453,345	2,099,627	2,347,437	2,535,834	2,773,352
Net Patient Services Revenue (2)	4,127,629	4,810,396	4,908,087	5,082,466	5,225,862
Other Revenues					
Typical other revenue (3)	74,165	74,165	74,165	74,165	74,165
Oklahoma SHOPP (3)	68,102	-	-	-	-
Other non-recurring revenue	175,000	-	315,121	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	317,267	74,165	389,286	74,165	74,165
Total Operating Revenues	4,444,896	4,884,560	5,297,373	5,156,630	5,300,027
Operating Expenses (4)					
Salaries and Wages	1,983,334	2,023,001	2,063,461	2,104,730	2,146,824
Benefits	470,338	479,744	489,339	499,126	509,109
Supplies	364,475	375,409	386,672	398,272	410,220
Medical Specialist Fees	175,460	180,723	186,145	189,868	193,665
Purchased Services	215,981	222,461	229,134	233,717	238,391
Management Fees (8)	651,827	492,651	502,504	512,554	522,805
Re-org costs (5)	9,750	-	-	-	-
Other Operating Expenses	282,966	291,455	300,199	306,203	312,327
Total Operating Expenses	4,154,131	4,065,445	4,157,454	4,244,470	4,333,342
E.B.I.T.D.A.	290,765	819,116	1,139,918	912,161	966,685
Intercompany adjustments	124,124	-	-	-	-
Depreciation and Amortization (6)	(250,927)	(220,674)	(176,849)	(174,299)	(183,807)
Interest Expense (7)	(139,010)	(155,358)	(97,618)	(57,524)	(35,524)
Interest Income	12	-	-	-	-
Net Income Before Taxes and Debt Relief	24,963	443,083	865,451	680,337	747,354
Gain from bankruptcy debt relief	271,774	-	-	-	-
Net Income Before Taxes	296,737	443,083	865,451	680,337	747,354
Gross margin (based on net revenues)	4.51%	6.41%	11.93%	8.93%	9.34%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	11,480	13,382	13,650	14,128	14,481
Increase percentage		16.57%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Future depreciation roughly estimated		(200,000)	(125,000)	(100,000)	(100,000)
Additional, see additional capital acquisitions schedule		(20,674)	(51,849)	(74,299)	(83,807)
		(220,674)	(176,849)	(174,299)	(183,807)
(7) Forecast using actual debt schedules		(105,687)	(56,965)	(26,884)	(16,000)
Additional due to ERP from debt relief		(49,671)	(40,653)	(30,640)	(19,525)
Additional, see additional capital acquisitions schedule		-	-	-	-
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(155,358)	(97,618)	(57,524)	(35,524)

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	4,267,308	4,480,674	4,704,707	4,939,943	5,186,940
Outpatient Services	11,575,752	12,154,540	12,762,267	13,400,380	14,070,399
Clinic Services	47,027	49,379	51,848	54,440	57,162
Total Patient Revenue	15,890,088	16,684,592	17,518,822	18,394,763	19,314,501
Deductions From Revenue	10,535,639	10,093,981	10,795,475	11,434,482	12,159,383
Net Patient Services Revenue (2)	5,354,449	6,590,612	6,723,347	6,960,281	7,155,118
Other Revenues					
Typical other revenue (3)	46,183	46,183	46,183	46,183	46,183
Oklahoma SHOPP (3)	151,976	-	-	-	-
Other non-recurring revenue	-	327,975	-	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	198,159	374,158	46,183	46,183	46,183
Total Operating Revenues	5,552,608	6,964,770	6,769,531	7,006,464	7,201,302
Operating Expenses (4)					
Salaries and Wages	3,415,587	3,483,899	3,553,577	3,624,649	3,697,142
Benefits	514,515	524,806	535,302	546,008	556,928
Supplies	872,330	898,500	925,455	953,219	981,815
Medical Specialist Fees	207,713	213,944	220,362	224,769	229,265
Purchased Services	239,357	246,538	253,934	259,012	264,193
Management Fees (8)	1,050,645	794,078	809,959	826,159	842,682
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	674,127	694,351	715,181	729,485	744,075
Total Operating Expenses	6,987,275	6,856,115	7,013,771	7,163,301	7,316,099
E.B.I.T.D.A.	(1,434,667)	108,655	(244,240)	(156,836)	(114,797)
Intercompany adjustments	260,454	-	-	-	-
Depreciation and Amortization (6)	(191,558)	(252,200)	(255,200)	(282,200)	(332,200)
Interest Expense (7)	(17,371)	(138,204)	(145,214)	(104,101)	(80,808)
Interest Income	45	-	-	-	-
Net Income Before Taxes and Debt Relief	(1,383,097)	(281,749)	(644,654)	(543,137)	(527,805)
Gain from bankruptcy debt relief	858,380	-	-	-	-
Net Income Before Taxes	(524,718)	(281,749)	(644,654)	(543,137)	(527,805)
Gross margin (based on net revenues)	(3.30)%	(1.69)%	(3.68)%	(2.95)%	(2.73)%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	14,756	18,183	18,547	19,196	19,676
Increase percentage		23.23%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Future depreciation roughly estimated		(150,000)	(100,000)	(100,000)	(100,000)
Additional, see additional capital acquisitions schedule		(102,200)	(155,200)	(182,200)	(232,200)
		(252,200)	(255,200)	(282,200)	(332,200)
(7) Forecast using actual debt schedules		(23,182)	(39,590)	(19,238)	(15,998)
Additional due to ERP from debt relief		(91,286)	(74,711)	(56,311)	(35,882)
Additional, see additional capital acquisitions schedule		(23,736)	(30,912)	(28,552)	(28,928)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(138,204)	(145,214)	(104,101)	(80,808)

(8) Management fee is the full cost allocation of Corporate costs

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	1,901,784	1,996,873	2,096,717	2,201,553	2,311,630
Outpatient Services	4,324,381	4,540,600	4,767,630	5,006,011	5,256,312
Clinic Services	365,268	383,531	402,708	422,843	443,985
Total Patient Revenue	6,591,432	6,921,004	7,267,054	7,630,407	8,011,927
Deductions From Revenue	2,250,000	2,507,179	2,714,063	2,916,285	3,165,303
Net Patient Services Revenue (2)	4,341,432	4,413,825	4,552,991	4,714,122	4,846,625
Other Revenues					
Typical other revenue (3)	50,754	50,754	50,754	50,754	50,754
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	-	330,002	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	50,754	50,754	380,756	50,754	50,754
Total Operating Revenues	4,392,186	4,464,580	4,933,747	4,764,876	4,897,379
Operating Expenses (4)					
Salaries and Wages	1,587,671	1,619,424	1,651,813	1,684,849	1,718,546
Benefits	309,903	316,101	322,424	328,872	335,449
Supplies	422,565	435,242	448,299	461,748	475,600
Medical Specialist Fees	325,062	334,814	344,858	351,755	358,790
Purchased Services	436,290	449,379	462,860	472,118	481,560
Management Fees (8)	505,594	382,128	389,771	397,566	405,517
Re-org costs (5)	9,750	-	-	-	-
Other Operating Expenses	298,563	307,520	316,745	323,080	329,542
Total Operating Expenses	3,895,398	3,844,608	3,936,770	4,019,988	4,105,005
E.B.I.T.D.A.	496,788	619,972	996,977	744,888	792,374
Intercompany adjustments	95,560	-	-	-	-
Depreciation and Amortization (6)	(256,252)	(290,163)	(333,583)	(349,633)	(383,633)
Interest Expense (7)	(45,042)	(80,256)	(68,164)	(48,653)	(35,140)
Interest Income	1,457	(784)	(784)	(784)	(784)
Net Income Before Taxes and Debt Relief	292,511	248,769	594,446	345,818	372,817
Gain from bankruptcy debt relief	158,624	-	-	-	-
Net Income Before Taxes	451,135	248,769	594,446	345,818	372,817
Gross margin (based on net revenues)	6.84%	3.59%	8.18%	4.53%	4.65%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	12,001	12,232	12,613	13,054	13,381
Increase percentage		1.93%	3.12%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(279,846)	(303,766)	(303,766)	(303,766)
Additional, see additional capital acquisitions schedule		(10,317)	(29,817)	(45,867)	(79,867)
		(290,163)	(333,583)	(349,633)	(383,633)
(7) Forecast using actual debt schedules		(42,458)	(37,229)	(25,337)	(15,692)
Additional due to ERP from debt relief		(37,797)	(30,935)	(23,316)	(14,857)
Additional, see additional capital acquisitions schedule		-	-	-	(4,590)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(80,256)	(68,164)	(48,653)	(35,140)

(8) Management fee is the full cost allocation of Corporate costs

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	4,005,437	4,205,709	4,415,995	4,636,794	4,868,634
Outpatient Services	8,739,808	9,176,799	9,635,638	10,117,420	10,623,291
Clinic Services	792,744	832,381	874,000	917,700	963,585
Total Patient Revenue	13,537,989	14,214,889	14,925,633	15,671,915	16,455,510
Deductions From Revenue	6,321,181	7,683,643	8,257,532	8,759,527	9,342,238
Net Patient Services Revenue (2)	7,216,808	6,531,246	6,668,101	6,912,388	7,113,272
Other Revenues					
Typical other revenue (3)	311,524	311,524	311,524	311,524	311,524
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	-	319,981	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	311,524	311,524	631,505	311,524	311,524
Total Operating Revenues	7,528,333	6,842,770	7,299,607	7,223,913	7,424,797
Operating Expenses (4)					
Salaries and Wages	3,083,702	3,145,376	3,208,283	3,272,449	3,337,898
Benefits	591,347	603,174	615,238	627,543	640,093
Supplies	1,088,214	1,120,860	1,154,486	1,189,121	1,224,794
Medical Specialist Fees	282,479	290,953	299,682	305,676	311,789
Purchased Services	345,061	355,413	366,076	373,397	380,865
Management Fees (8)	791,510	598,223	610,188	622,392	634,839
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	460,136	473,940	488,158	497,922	507,880
Total Operating Expenses	6,655,450	6,587,941	6,742,111	6,888,498	7,038,159
E.B.I.T.D.A.	872,883	254,830	557,496	335,414	386,637
Intercompany adjustments	270,821	-	-	-	-
Depreciation and Amortization (6)	(254,529)	(279,824)	(325,090)	(345,482)	(345,482)
Interest Expense (7)	(18,312)	(50,414)	(65,384)	(36,208)	(25,538)
Interest Income	49,509	52,809	52,809	52,809	52,809
Net Income Before Taxes and Debt Relief	920,372	(22,600)	219,830	6,533	68,426
Gain from bankruptcy debt relief	420,256	-	-	-	-
Net Income Before Taxes	1,340,629	(22,600)	219,830	6,533	68,426
Gross margin (based on net revenues)	9.90%	(0.16)%	1.47%	0.04%	0.42%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	20,569	18,747	19,122	19,792	20,286
Increase percentage		-8.86%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(248,265)	(235,852)	(235,852)	(235,852)
Additional, see additional capital acquisitions schedule		(31,559)	(89,238)	(109,630)	(109,630)
		(279,824)	(325,090)	(345,482)	(345,482)
(7) Forecast using actual debt schedules		(15,228)	(31,996)	(10,837)	(9,012)
Additional due to ERP from debt relief		(35,187)	(28,798)	(21,705)	(13,831)
Additional, see additional capital acquisitions schedule		-	(4,590)	(3,666)	(2,695)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(50,414)	(65,384)	(36,208)	(25,538)

(8) Management fee is the full cost allocation of Corporate costs

170

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	3,098,970	3,253,919	3,416,615	3,587,445	3,766,818
Outpatient Services	7,626,925	8,008,271	8,408,684	8,829,119	9,270,575
Clinic Services	<u>682,027</u>	<u>716,128</u>	<u>751,934</u>	<u>789,531</u>	<u>829,008</u>
Total Patient Revenue	<u>11,407,922</u>	<u>11,978,318</u>	<u>12,577,233</u>	<u>13,206,095</u>	<u>13,866,400</u>
Deductions From Revenue	<u>3,699,905</u>	<u>3,693,516</u>	<u>4,115,731</u>	<u>4,429,181</u>	<u>4,830,114</u>
Net Patient Services Revenue (2)	<u>7,708,016</u>	<u>8,284,802</u>	<u>8,461,503</u>	<u>8,776,914</u>	<u>9,036,286</u>
Other Revenues					
Typical other revenue (3)	293,569	293,569	293,569	293,569	293,569
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	287,688	-	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	<u>293,569</u>	<u>581,257</u>	<u>293,569</u>	<u>293,569</u>	<u>293,569</u>
Total Operating Revenues	<u>8,001,585</u>	<u>8,866,058</u>	<u>8,755,071</u>	<u>9,070,483</u>	<u>9,329,854</u>
Operating Expenses (4)					
Salaries and Wages	2,998,559	3,058,530	3,119,700	3,182,094	3,245,736
Benefits	505,604	515,716	526,031	536,551	547,282
Supplies	640,876	660,102	679,905	700,302	721,311
Medical Specialist Fees	266,118	274,102	282,325	287,971	293,731
Purchased Services	346,271	356,659	367,359	374,706	382,200
Management Fees (8)	652,710	493,318	503,185	513,248	523,513
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	<u>1,459,078</u>	<u>1,502,850</u>	<u>1,547,935</u>	<u>1,578,894</u>	<u>1,610,472</u>
Total Operating Expenses	<u>6,882,215</u>	<u>6,861,277</u>	<u>7,026,440</u>	<u>7,173,767</u>	<u>7,324,246</u>
E.B.I.T.D.A.	1,119,370	2,004,781	1,728,632	1,896,715	2,005,609
Intercompany adjustments	122,399	-	-	-	-
Depreciation and Amortization (6)	(796,852)	(816,328)	(821,217)	(827,717)	(852,550)
Interest Expense (7)	(667,604)	(674,677)	(640,583)	(597,972)	(559,343)
Interest Income	194	-	-	-	-
Net Income Before Taxes and Debt Relief	<u>(222,494)</u>	<u>513,776</u>	<u>266,831</u>	<u>471,026</u>	<u>593,715</u>
Gain from bankruptcy debt relief	<u>445,637</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income Before Taxes	<u>223,142</u>	<u>513,776</u>	<u>266,831</u>	<u>471,026</u>	<u>593,715</u>
Gross margin (based on net revenues)	<u>1.96%</u>	<u>4.29%</u>	<u>2.12%</u>	<u>3.57%</u>	<u>4.28%</u>

Footnotes:

(1) Patient revenue increase percentage

Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%

(2) Daily collections estimate (including typical other revenues)

Increase percentage	21,862	24,206	24,690	25,554	26,193
Other annual adjustments		10.72%	2.00%	3.50%	2.50%
		(256,681)	(256,681)	(256,681)	(256,681)

(3) Assume same as typical other revenue in prior year.

Assumes SHOPP will not be continued beyond 2012

(4) Operating expense rates of increase

Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%

(5) Assumed to cease beginning 2013

(6) Forecast based on budget, EHR and additions

Additional, see additional capital acquisitions schedule		(806,145)	(792,317)	(792,317)	(792,317)
		<u>(10,183)</u>	<u>(28,900)</u>	<u>(35,400)</u>	<u>(60,233)</u>
		<u>(816,328)</u>	<u>(821,217)</u>	<u>(827,717)</u>	<u>(852,550)</u>

(7) Forecast using actual debt schedules

Additional due to ERP from debt relief		(640,690)	(612,767)	(577,006)	(545,984)
Additional, see additional capital acquisitions schedule		(33,987)	(27,816)	(20,965)	(13,359)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		<u>(674,677)</u>	<u>(640,583)</u>	<u>(597,972)</u>	<u>(559,343)</u>

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	7,333,319	7,699,985	8,084,984	8,489,233	8,913,695
Outpatient Services	26,706,312	27,240,438	27,785,247	28,340,952	28,907,771
Clinic Services	314,407	330,127	346,634	363,965	382,164
Total Patient Revenue	34,354,038	35,270,550	36,216,865	37,194,151	38,203,630
Deductions From Revenue	21,939,755	22,354,913	23,057,818	23,600,617	24,252,805
Net Patient Services Revenue (2)	12,414,283	12,915,637	13,159,047	13,593,534	13,950,824
Other Revenues					
Typical other revenue (3)	134,850	134,850	134,850	134,850	134,850
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	303,897	-	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	134,850	438,747	134,850	134,850	134,850
Total Operating Revenues	12,549,132	13,354,384	13,293,897	13,728,383	14,085,674
Operating Expenses (4)					
Salaries and Wages	5,171,539	5,274,970	5,380,469	5,488,079	5,597,840
Benefits	1,184,536	1,208,226	1,232,391	1,257,039	1,282,179
Supplies	1,391,610	1,433,358	1,476,359	1,520,650	1,566,269
Medical Specialist Fees	452,058	465,620	479,589	489,181	498,964
Purchased Services	997,802	1,027,737	1,058,569	1,079,740	1,101,335
Management Fees (8)	1,869,615	1,413,055	1,441,316	1,470,142	1,499,545
Re-org costs (5)	19,500	-	-	-	-
Other Operating Expenses	1,587,527	1,635,153	1,684,208	1,717,892	1,752,250
Total Operating Expenses	12,674,188	12,458,119	12,752,900	13,022,722	13,298,383
E.B.I.T.D.A.	(125,055)	896,265	540,997	705,661	787,291
Intercompany adjustments	446,269	-	-	-	-
Depreciation and Amortization (6)	(876,830)	(833,067)	(880,728)	(952,421)	(966,905)
Interest Expense (7)	(254,249)	(317,775)	(298,622)	(264,286)	(218,939)
Interest Income	285	157	157	157	157
Net Income Before Taxes and Debt Relief	(809,580)	(254,420)	(638,196)	(510,888)	(398,396)
Gain from bankruptcy debt relief	577,276	-	-	-	-
Net Income Before Taxes	(232,304)	(254,420)	(638,196)	(510,888)	(398,396)
Gross margin (based on net revenues)	(0.68)%	(0.72)%	(1.76)%	(1.37)%	(1.04)%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		2%	2%	2%	2%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	34,287	33,344	34,011	35,201	36,081
Increase percentage		-2.75%	2.00%	3.50%	2.50%
Adjustments for Medicaid supplemental payments		880,000	880,000	880,000	880,000
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Future depreciation roughly estimated		(800,000)	(800,000)	(800,000)	(800,000)
Additional, see additional capital acquisitions schedule		(33,067)	(80,728)	(152,421)	(166,905)
		(833,067)	(880,728)	(952,421)	(966,905)
(7) Interest expense per supplemental schedule		(243,291)	(231,794)	(204,543)	(178,968)
Additional due to ERP from debt relief		(69,435)	(56,828)	(42,832)	(27,293)
Additional, see additional capital acquisitions schedule		(5,049)	(10,000)	(16,911)	(12,678)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(317,775)	(298,622)	(264,286)	(218,939)

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	3,775,327	3,964,093	4,162,298	4,370,413	4,588,934
Outpatient Services	2,644,649	2,776,882	2,915,726	3,061,512	3,214,588
Clinic Services	622,153	653,261	685,924	720,220	756,231
Total Patient Revenue	7,042,130	7,394,236	7,763,948	8,152,145	8,559,753
Deductions From Revenue	3,306,935	2,865,841	3,142,887	3,365,675	3,637,262
Net Patient Services Revenue (2)	3,735,195	4,528,395	4,621,061	4,786,470	4,922,491
Other Revenues					
Typical other revenue (3)	104,915	104,915	104,915	104,915	104,915
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	-	341,975	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	104,915	104,915	446,890	104,915	104,915
Total Operating Revenues	3,840,110	4,633,310	5,067,951	4,891,385	5,027,406
Operating Expenses (4)					
Salaries and Wages	2,063,968	2,105,247	2,147,352	2,190,299	2,234,105
Benefits	353,769	360,845	368,062	375,423	382,931
Supplies	686,777	707,380	728,601	750,459	772,973
Medical Specialist Fees	90,526	93,242	96,039	97,960	99,919
Purchased Services	154,431	159,064	163,835	167,112	170,454
Management Fees (8)	583,283	440,845	449,662	458,655	467,828
Re-org costs (5)	9,750	-	-	-	-
Other Operating Expenses	297,046	305,957	315,136	321,438	327,867
Total Operating Expenses	4,239,549	4,172,579	4,268,687	4,361,347	4,456,078
E.B.I.T.D.A.	(399,439)	460,731	799,264	530,039	571,328
Intercompany adjustments	7,243	-	-	-	-
Depreciation and Amortization (6)	(128,202)	(256,253)	(276,096)	(286,679)	(298,413)
Interest Expense (7)	(120,140)	(195,280)	(143,506)	(104,813)	(62,486)
Interest Income	3	(60)	(114)	(114)	(114)
Net Income Before Taxes and Debt Relief	(640,536)	9,138	379,549	138,433	210,316
Gain from bankruptcy debt relief	231,431	-	-	-	-
Net Income Before Taxes	(409,105)	9,138	379,549	138,433	210,316
Gross margin (based on net revenues)	(5.81)%	0.12%	4.89%	1.70%	2.46%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	10,492	12,694	12,948	13,401	13,736
Increase percentage		20.99%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(179,053)	(185,146)	(185,146)	(185,146)
Additional, see additional capital acquisitions schedule		(77,200)	(90,950)	(101,533)	(113,267)
		(256,253)	(276,096)	(286,679)	(298,413)
(7) Forecast using actual debt schedules		(128,031)	(88,951)	(64,140)	(36,999)
Additional due to ERP from debt relief		(50,113)	(41,015)	(30,913)	(19,698)
Additional, see additional capital acquisitions schedule		(17,135)	(13,540)	(9,760)	(5,788)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(195,280)	(143,506)	(104,813)	(62,486)

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	3,170,291	3,328,805	3,495,245	3,670,008	3,853,508
Outpatient Services	8,283,515	8,697,691	9,132,575	9,589,204	10,068,664
Clinic Services	1,406,689	1,477,023	1,550,874	1,628,418	1,709,839
Total Patient Revenue	12,860,494	13,503,519	14,178,695	14,887,630	15,632,011
Deductions From Revenue	6,682,807	7,530,798	8,081,395	8,567,956	9,129,474
Net Patient Services Revenue (2)	6,177,687	5,972,721	6,097,300	6,319,673	6,502,538
Other Revenues					
Typical other revenue (3)	256,230	256,230	256,230	256,230	256,230
Oklahoma SHOPP (3)	141,362	-	-	-	-
Other non-recurring revenue	-	325,204	-	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	397,592	581,434	256,230	256,230	256,230
Total Operating Revenues	6,575,280	6,554,155	6,353,530	6,575,904	6,758,768
Operating Expenses (4)					
Salaries and Wages	2,906,674	2,964,807	3,024,104	3,084,586	3,146,277
Benefits	553,527	564,597	575,889	587,407	599,155
Supplies	587,557	605,184	623,339	642,039	661,300
Medical Specialist Fees	759	781	805	821	837
Purchased Services	534,617	550,656	567,175	578,519	590,089
Management Fees (8)	919,814	695,196	709,100	723,282	737,747
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	420,939	433,567	446,574	455,505	464,615
Total Operating Expenses	5,936,887	5,814,788	5,946,986	6,072,159	6,200,022
E.B.I.T.D.A.	638,393	739,367	406,545	503,745	558,746
Intercompany adjustments	268,952	-	-	-	-
Depreciation and Amortization (6)	(81,242)	(133,000)	(198,542)	(228,192)	(237,675)
Interest Expense (7)	(69,196)	(68,120)	(66,584)	(48,562)	(29,963)
Interest Income	17	-	-	-	-
Net Income Before Taxes and Debt Relief	756,925	538,248	141,418	226,991	291,107
Gain from bankruptcy debt relief	140,783	-	-	-	-
Net Income Before Taxes	897,708	538,248	141,418	226,991	291,107
Gross margin (based on net revenues)	6.98%	3.99%	1.00%	1.52%	1.86%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	17,579	17,066	17,407	18,016	18,467
Increase percentage		-2.92%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(79,637)	(75,655)	(75,655)	(75,655)
Additional, see additional capital acquisitions schedule		(53,363)	(122,887)	(152,537)	(162,020)
		(133,000)	(198,542)	(228,192)	(237,675)
(7) Forecast using actual debt schedules		(49,789)	(43,231)	(30,686)	(17,953)
Additional due to ERP from debt relief		(9,037)	(7,396)	(5,575)	(3,552)
Additional, see additional capital acquisitions schedule		(9,293)	(15,957)	(12,301)	(8,458)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(68,120)	(66,584)	(48,562)	(29,963)

(8) Management fee is the full cost allocation of Corporate costs

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	3,366,347	3,534,664	3,711,397	3,896,967	4,091,815
Outpatient Services	3,439,123	3,611,079	3,791,633	3,981,214	4,180,275
Clinic Services	690,995	725,545	761,822	799,913	839,909
Total Patient Revenue	7,496,464	7,871,288	8,264,852	8,678,094	9,111,999
Deductions From Revenue	4,609,880	3,694,590	4,003,366	4,265,263	4,574,712
Net Patient Services Revenue (2)	2,886,584	4,176,698	4,261,486	4,412,831	4,537,287
Other Revenues					
Typical other revenue (3)	62,682	62,682	62,682	62,682	62,682
Oklahoma SHOPP (3)	27,048	-	-	-	-
Other non-recurring revenue	-	-	400,000	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	89,730	62,682	462,682	62,682	62,682
Total Operating Revenues	2,976,315	4,239,380	4,724,168	4,475,514	4,599,970
Operating Expenses (4)					
Salaries and Wages	1,931,041	1,969,662	2,009,056	2,049,237	2,090,221
Benefits	292,254	298,099	304,061	310,143	316,345
Supplies	392,657	404,437	416,570	429,067	441,939
Medical Specialist Fees	59,876	61,672	63,522	64,793	66,089
Purchased Services	315,821	325,295	335,054	341,755	348,590
Management Fees (8)	584,565	441,814	450,650	459,663	468,856
Re-org costs (5)	9,750	-	-	-	-
Other Operating Expenses	330,467	340,381	350,593	357,604	364,757
Total Operating Expenses	3,916,431	3,841,361	3,929,506	4,012,262	4,096,798
E.B.I.T.D.A.	(940,117)	398,019	794,661	463,251	503,172
Intercompany adjustments	88,277	-	-	-	-
Depreciation and Amortization (6)	(71,028)	(130,160)	(219,031)	(262,807)	(286,947)
Interest Expense (7)	(78,265)	(124,399)	(102,102)	(72,996)	(44,088)
Interest Income	180	-	-	-	-
Net Income Before Taxes and Debt Relief	(1,000,952)	143,459	473,528	127,448	172,136
Gain from bankruptcy debt relief	304,479	-	-	-	-
Net Income Before Taxes	(696,473)	143,459	473,528	127,448	172,136
Gross margin (based on net revenues)	(9.29)%	1.82%	5.73%	1.47%	1.89%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	8,058	11,615	11,847	12,262	12,568
Increase percentage		44.14%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(113,153)	(143,243)	(143,243)	(143,243)
Additional, see additional capital acquisitions schedule		(17,007)	(75,788)	(119,564)	(143,704)
		(130,160)	(219,031)	(262,807)	(286,947)
(7) Forecast using actual debt schedules		(84,966)	(60,649)	(41,340)	(23,198)
Additional due to ERP from debt relief		(39,433)	(32,273)	(24,325)	(15,500)
Additional, see additional capital acquisitions schedule		-	(9,180)	(7,332)	(5,390)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(124,399)	(102,102)	(72,996)	(44,088)

(8) Management fee is the full cost allocation of Corporate costs

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	10,552,758	11,080,396	11,634,415	12,216,136	12,826,943
Outpatient Services	24,984,486	26,233,710	27,545,395	28,922,665	30,368,798
Clinic Services	1,175,399	1,234,169	1,295,878	1,360,672	1,428,705
Total Patient Revenue	36,712,643	38,548,275	40,475,689	42,499,473	44,624,447
Deductions From Revenue	23,037,597	25,665,060	27,333,152	28,894,047	30,638,373
Net Patient Services Revenue (2)	13,675,046	12,883,215	13,142,537	13,605,426	13,986,073
Other Revenues					
Typical other revenue (3)	82,877	82,877	82,877	82,877	82,877
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	-	327,765	-	-
Management Fee	-	-	-	-	-
Total Other Revenues	82,877	82,877	410,642	82,877	82,877
Total Operating Revenues	13,757,923	12,966,092	13,553,179	13,688,303	14,068,951
Operating Expenses (4)					
Salaries and Wages	5,318,988	5,425,367	5,533,875	5,644,552	5,757,443
Benefits	898,696	916,670	935,003	953,703	972,777
Supplies	1,189,239	1,224,916	1,261,663	1,299,513	1,338,499
Medical Specialist Fees	1,113,015	1,146,406	1,180,798	1,204,414	1,228,502
Purchased Services	898,904	925,871	953,647	972,720	992,174
Management Fees (8)	2,016,710	1,524,229	1,554,714	1,585,808	1,617,524
Re-org costs (5)	19,500	-	-	-	-
Other Operating Expenses	800,714	824,735	849,477	866,467	883,796
Total Operating Expenses	12,255,765	11,988,194	12,269,177	12,527,177	12,790,716
E.B.I.T.D.A.	1,502,159	977,898	1,284,002	1,161,126	1,278,235
Intercompany adjustments	505,919	-	-	-	-
Depreciation and Amortization (6)	(560,734)	(648,966)	(775,881)	(876,096)	(973,311)
Interest Expense (7)	(192,330)	(248,554)	(243,471)	(200,698)	(161,264)
Interest Income	711	-	-	-	-
Net Income Before Taxes and Debt Relief	1,255,725	80,379	264,650	84,332	143,659
Gain from bankruptcy debt relief	953,850	-	-	-	-
Net Income Before Taxes	2,209,575	80,379	264,650	84,332	143,659
Gross margin (based on net revenues)	6.02%	0.21%	0.65%	0.20%	0.32%

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	37,590	35,524	36,234	37,502	38,440
Increase percentage		-5.50%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(614,466)	(686,681)	(758,896)	(831,111)
Additional, see additional capital acquisitions schedule		(34,500)	(89,200)	(117,200)	(142,200)
		(648,966)	(775,881)	(876,096)	(973,311)
(7) Forecast using actual debt schedules		(148,319)	(152,364)	(126,189)	(106,492)
Additional due to ERP from debt relief		(94,727)	(77,528)	(58,433)	(37,235)
Additional, see additional capital acquisitions schedule		(5,508)	(13,579)	(16,075)	(17,537)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		-	-	-	-
		(248,554)	(243,471)	(200,698)	(161,264)

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	2,941,620	3,088,701	3,243,136	3,405,293	3,575,557
Outpatient Services	12,342,451	12,959,573	13,607,552	14,287,929	15,002,326
Clinic Services	<u>1,462,367</u>	<u>1,535,485</u>	<u>1,612,260</u>	<u>1,692,873</u>	<u>1,777,516</u>
Total Patient Revenue	16,746,438	17,583,760	18,462,948	19,386,095	20,355,400
Deductions From Revenue	<u>9,319,753</u>	<u>8,854,021</u>	<u>9,554,831</u>	<u>10,159,575</u>	<u>10,867,047</u>
Net Patient Services Revenue (2)	<u>7,426,685</u>	<u>8,729,739</u>	<u>8,908,116</u>	<u>9,226,520</u>	<u>9,488,352</u>
Other Revenues					
Typical other revenue (3)	189,131	189,131	189,131	189,131	189,131
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	-	-	234,907	-	-
Management Fee	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Revenues	<u>189,131</u>	<u>189,131</u>	<u>424,038</u>	<u>189,131</u>	<u>189,131</u>
Total Operating Revenues	<u>7,615,816</u>	<u>8,918,870</u>	<u>9,332,154</u>	<u>9,415,651</u>	<u>9,677,483</u>
Operating Expenses (4)					
Salaries and Wages	3,849,733	3,926,728	4,005,262	4,085,367	4,167,075
Benefits	644,524	657,415	670,563	683,974	697,654
Supplies	632,297	651,266	670,804	690,928	711,656
Medical Specialist Fees	819,899	844,496	869,831	887,228	904,972
Purchased Services	1,030,691	1,061,612	1,093,460	1,115,329	1,137,636
Management Fees (8)	1,051,532	794,748	810,643	826,856	843,393
Re-org costs (5)	13,000	-	-	-	-
Other Operating Expenses	<u>644,658</u>	<u>663,998</u>	<u>683,918</u>	<u>697,596</u>	<u>711,548</u>
Total Operating Expenses	<u>8,686,335</u>	<u>8,600,262</u>	<u>8,804,481</u>	<u>8,987,279</u>	<u>9,173,934</u>
E.B.I.T.D.A.	(1,070,519)	318,607	527,673	428,372	503,549
Intercompany adjustments	265,378	-	-	-	-
Depreciation and Amortization (6)	(223,390)	(215,075)	(252,267)	(296,100)	(330,950)
Interest Expense (7)	(20,355)	(89,876)	(109,197)	(89,422)	(63,151)
Interest Income	<u>23</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income Before Taxes and Debt Relief	(1,048,863)	13,657	166,209	42,850	109,449
Gain from bankruptcy debt relief	<u>1,646,297</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income Before Taxes	<u>597,435</u>	<u>13,657</u>	<u>166,209</u>	<u>42,850</u>	<u>109,449</u>
Gross margin (based on net revenues)	<u>3.57%</u>	<u>0.08%</u>	<u>0.90%</u>	<u>0.22%</u>	<u>0.54%</u>

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	20,808	24,435	24,924	25,796	26,441
Increase percentage		17.43%	2.00%	3.50%	2.50%
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		-24.42%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Future depreciation roughly estimated		(200,000)	(200,000)	(200,000)	(200,000)
Additional, see additional capital acquisitions schedule		<u>(15,075)</u>	<u>(52,267)</u>	<u>(96,100)</u>	<u>(130,950)</u>
		<u>(215,075)</u>	<u>(252,267)</u>	<u>(296,100)</u>	<u>(330,950)</u>
(7) Forecast using actual debt schedules		(18,859)	(51,074)	(41,024)	(31,570)
Additional due to ERP from debt relief		(71,017)	(58,123)	(43,808)	(27,915)
Additional, see additional capital acquisitions schedule		-	-	(4,590)	(3,666)
Shareholder loan interest reduction (see separate schedule)		-	-	-	-
Gemino loan interest (see separate schedule)		-	-	-	-
Sun Finance loan interest reduction (see separate schedule)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>(89,876)</u>	<u>(109,197)</u>	<u>(89,422)</u>	<u>(63,151)</u>

(8) Management fee is the full cost allocation of Corporate costs

Corporate

	2012	2013	2014	2015	2016
Patient Revenue (1)					
Inpatient Services	-	-	-	-	-
Outpatient Services	-	-	-	-	-
Clinic Services	-	-	-	-	-
Total Patient Revenue	-	-	-	-	-
Deductions From Revenue	-	-	-	-	-
Net Patient Services Revenue (2)	-	-	-	-	-
Other Revenues					
Typical other revenue (3)	-	-	-	-	-
Oklahoma SHOPP (3)	-	-	-	-	-
Other non-recurring revenue	215,326	-	-	-	-
Management Fee	11,710,921	8,851,114	9,028,136	9,208,699	9,392,873
Total Other Revenues	11,926,247	8,851,114	9,028,136	9,208,699	9,392,873
Total Operating Revenues	11,926,247	8,851,114	9,028,136	9,208,699	9,392,873
Operating Expenses (4)					
Salaries and Wages	3,333,624	3,400,296	3,468,302	3,537,668	3,608,422
Benefits	742,293	757,139	772,282	787,727	803,482
Supplies	102,009	105,069	108,221	111,468	114,812
Medical Specialist Fees	15,259	15,717	16,188	16,512	16,842
Purchased Services	788,372	812,024	836,384	853,112	870,174
Management Fees (8)	-	-	-	-	-
Re-org costs (5)	2,777,909	-	-	-	-
Other Operating Expenses	1,576,887	1,624,194	1,672,920	1,706,378	1,740,506
Total Operating Expenses	9,336,353	6,714,439	6,874,298	7,012,866	7,154,238
E.B.I.T.D.A.	2,589,894	2,136,675	2,153,839	2,195,833	2,238,635
Intercompany adjustments	(2,709,347)	-	-	-	-
Depreciation and Amortization (6)	(108,000)	(108,000)	(108,000)	(108,000)	(108,000)
Interest Expense (7)	(1,087,398)	(815,206)	(739,165)	(658,029)	(571,452)
Interest Income	-	-	-	-	-
Net Income Before Taxes and Debt Relief	(1,314,851)	1,213,469	1,306,674	1,429,804	1,559,184
Gain from bankruptcy debt relief	(1,173,471)	-	-	-	-
Net Income Before Taxes	(2,488,322)	1,213,469	1,306,674	1,429,804	1,559,184

Footnotes:

(1) Patient revenue increase percentage					
Inpatient Services		5%	5%	5%	5%
Outpatient Services		5%	5%	5%	5%
Clinic Services		5%	5%	5%	5%
(2) Daily collections estimate (including typical other revenues)	-	-	-	-	-
Increase percentage		#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Other annual adjustments		-	-	-	-
(3) Assume same as typical other revenue in prior year.					
Assumes SHOPP will not be continued beyond 2012					
(4) Operating expense rates of increase					
Salaries and Wages		2.00%	2.00%	2.00%	2.00%
Benefits		2.00%	2.00%	2.00%	2.00%
Supplies		3.00%	3.00%	3.00%	3.00%
Medical Specialist Fees		3.00%	3.00%	2.00%	2.00%
Purchased Services		3.00%	3.00%	2.00%	2.00%
Management Fees		0.00%	2.00%	2.00%	2.00%
Re-org costs (see 5 below)					
Other Operating Expenses		3.00%	3.00%	2.00%	2.00%
(5) Assumed to cease beginning 2013					
(6) Forecast based on budget, EHR and additions		(108,000)	(108,000)	(108,000)	(108,000)
Additional, see additional capital acquisitions schedule		-	-	-	-
		(108,000)	(108,000)	(108,000)	(108,000)
(7) Forecast using actual debt schedules		(1,078,448)	(1,078,447)	(1,078,448)	(1,078,448)
Additional due to ERP from debt relief		-	-	-	-
Additional, see additional capital acquisitions schedule		-	-	-	-
Shareholder loan interest reduction (see separate schedule)		131,581	155,572	181,042	208,083
Gemino loan interest (see separate schedule)		63,149	101,567	142,762	186,934
Sun Finance loan interest reduction (see separate schedule)		68,512	82,143	96,615	111,979
		(815,206)	(739,165)	(658,029)	(571,452)

(8) Management fee is the full cost allocation of Corporate costs

Days in year	366	365	365	365	366
--------------	-----	-----	-----	-----	-----

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 5,351,550	\$ 3,217,328	\$ 5,824,020	\$ 7,528,601	\$ 11,447,605
Patient accounts receivable	51,682,274	53,805,016	55,906,296	58,108,029	60,415,143
Less: Reserves for uncollectible accounts	(27,366,421)	(29,372,841)	(31,131,571)	(32,711,472)	(34,507,237)
Home Office Settlement	-	-	-	-	-
Supplies	1,785,178	1,891,421	1,980,108	2,073,112	2,170,646
Prepaid expenses	2,943,614	3,022,370	3,088,197	3,157,188	3,229,498
Third-party settlements	2,023,188	1,704,143	1,704,143	1,704,143	1,704,143
Other current assets	35,372	39,670	41,622	43,672	45,824
Total current assets	36,454,755	34,307,107	37,412,815	39,903,271	44,505,621
Property and equipment					
Construction in progress	4,757,449	4,757,449	4,757,449	4,757,449	4,757,449
Land and improvements	1,970,661	1,970,661	1,970,661	1,970,661	1,970,661
Buildings and improvements	27,368,244	27,368,244	27,368,244	27,368,244	27,368,244
Equipment and fixtures	23,709,487	28,241,491	30,416,156	31,871,781	33,102,481
Total property and equipment	57,805,841	62,337,845	64,512,510	65,968,135	67,198,835
Less accumulated depreciation and amortization	29,586,571	34,605,902	40,046,225	45,857,190	51,981,903
Property and equipment, net	28,219,270	27,731,943	24,466,285	20,110,944	15,216,932
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	3,437,300	3,437,300	3,437,300	3,437,300	3,437,300
Goodwill	5,763,527	5,763,527	5,763,527	5,763,527	5,763,527
Restricted cash	797,126	797,126	797,126	797,126	797,126
Other	627,503	627,503	627,503	627,503	627,503
Total other assets	10,625,456	10,625,456	10,625,456	10,625,456	10,625,456
Total Assets	\$ 75,299,481	\$ 72,664,506	\$ 72,504,556	\$ 70,639,672	\$ 70,348,008
LIABILITIES					
Current Liabilities					
Current maturities of LTD	\$ 8,569,329	\$ 4,824,817	\$ 4,417,294	\$ 4,077,307	\$ 3,892,970
Accounts Payable - prior	3,033,254	875,655	437,828	0	0
Accounts Payable - after Due/(From) HMC	3,351,515	2,678,553	2,752,973	2,814,625	2,877,707
Accrued Interest	-	-	-	-	-
Accrued Interest	443,873	443,873	443,873	443,873	443,873
Short-term Notes	7,163,355	6,021,945	4,804,496	3,505,910	2,120,747
Accrued Liabilities	8,436,208	8,986,549	9,395,505	9,824,475	10,274,451
Total Current Liabilities	30,997,534	23,831,392	22,251,968	20,666,189	19,609,748
Long-Term Debt	43,198,933	44,391,034	41,785,624	38,168,230	34,635,373
Stockholders' Equity					
Members Equity	6,962,242	6,962,242	6,962,242	6,962,242	6,962,242
Preferred Stock	12,456,861	12,456,861	12,456,861	12,456,861	12,456,861
Common Stock	4,320,162	4,320,162	4,320,162	4,320,162	4,320,162
Retained Earnings	(25,741,686)	(22,636,250)	(19,297,184)	(15,272,300)	(11,934,011)
Net Income - Current	3,105,436	3,339,066	4,024,883	3,338,290	4,297,634
Total Stockholders' Equity	1,103,015	4,442,081	8,466,964	11,805,254	16,102,888
Total Liabilities and Stockholders Equity	\$ 75,299,482	\$ 72,664,507	\$ 72,504,556	\$ 70,639,673	\$ 70,348,009

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 1,056,615	\$ 2,043,758	\$ 2,909,501	\$ 4,018,052	\$ 5,367,329
Patient accounts receivable (1)	3,412,572	3,593,018	3,772,669	3,961,302	4,159,367
Less: Reserves for uncollectible accounts (2)	(2,020,068)	(2,268,398)	(2,434,739)	(2,576,324)	(2,735,700)
Home Office Settlement	-	-	-	-	-
Supplies (3)	147,852	156,944	164,791	173,031	181,683
Prepaid expenses (3)	217,211	230,041	241,544	253,621	266,302
Third-party settlements	195,064	195,064	195,064	195,064	195,064
Other current assets (3)	-	-	-	-	-
Total current assets	<u>3,009,246</u>	<u>3,950,428</u>	<u>4,848,830</u>	<u>6,024,746</u>	<u>7,434,045</u>
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	460,000	460,000	460,000	460,000	460,000
Buildings and improvements	9,858,902	9,858,902	9,858,902	9,858,902	9,858,902
Equipment and fixtures	<u>1,987,152</u>	<u>1,987,152</u>	<u>2,142,152</u>	<u>2,142,152</u>	<u>2,142,152</u>
Total property and equipment	12,306,054	12,306,054	12,461,054	12,461,054	12,461,054
Less accumulated depreciation and amortization	<u>6,014,882</u>	<u>6,850,502</u>	<u>7,668,342</u>	<u>8,489,681</u>	<u>9,314,520</u>
Property and equipment, net	<u>6,291,172</u>	<u>5,455,552</u>	<u>4,792,712</u>	<u>3,971,373</u>	<u>3,146,534</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	131,226	131,226	131,226	131,226	131,226
Restricted cash	797,053	797,053	797,053	797,053	797,053
Other	-	-	-	-	-
Total other assets	<u>928,279</u>	<u>928,279</u>	<u>928,279</u>	<u>928,279</u>	<u>928,279</u>
Total Assets	<u>\$ 10,228,697</u>	<u>\$ 10,334,259</u>	<u>\$ 10,569,821</u>	<u>\$ 10,924,398</u>	<u>\$ 11,508,857</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 504,865	\$ 500,585	\$ 491,224	\$ 405,326	\$ 406,849
Accounts Payable - prior (10)	164,380	51,366	25,683	(0)	(0)
Accounts Payable - after (6)	275,140	274,877	282,460	288,951	295,596
Due/(From) HMC	(935,933)	(935,933)	(935,933)	(935,933)	(935,933)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	(769)	(770)	(770)	(770)	(770)
Accrued Liabilities (7)	<u>505,482</u>	<u>535,330</u>	<u>562,097</u>	<u>590,202</u>	<u>619,712</u>
Total Current Liabilities	<u>513,165</u>	<u>425,456</u>	<u>424,761</u>	<u>347,775</u>	<u>385,453</u>
Long-Term Debt (5)	<u>6,972,133</u>	<u>6,471,548</u>	<u>6,078,658</u>	<u>5,671,479</u>	<u>5,262,589</u>
Stockholders' Equity					
Members Equity	2,140,881	2,140,881	2,140,881	2,140,881	2,140,881
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(837,479)	602,518	1,296,375	1,925,521	2,764,263
Net Income - Current	<u>1,439,997</u>	<u>693,857</u>	<u>629,147</u>	<u>838,742</u>	<u>955,671</u>
Total Stockholders' Equity	<u>2,743,399</u>	<u>3,437,256</u>	<u>4,066,402</u>	<u>4,905,144</u>	<u>5,860,816</u>
Total Liabilities and Stockholders Equity	<u>\$ 10,228,697</u>	<u>\$ 10,334,259</u>	<u>\$ 10,569,821</u>	<u>\$ 10,924,398</u>	<u>\$ 11,508,858</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	61	61	61	61	61
(2) Days Net Revenue in Net A/R	52	49	49	49	49
(3) Forecast based on % of Gross Revenue					
Supplies	0.72%	0.73%	0.73%	0.73%	0.73%
Prepaid expenses	1.06%	1.07%	1.07%	1.07%	1.07%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		426,760	388,429	292,434	282,808
Additional ERP debt (see supplemental schedule)		73,825	81,961	90,993	101,021
Additional capital equipment forecast (see supplemental schedule)		-	20,834	21,899	23,020
		<u>500,585</u>	<u>491,224</u>	<u>405,326</u>	<u>406,849</u>
(5) Long-term debt per existing schedules		6,197,572	5,809,143	5,516,799	5,233,991
Additional ERP debt (see supplemental schedule)		273,976	192,015	101,021	0
Additional equipment debt forecast (see supplemental schedule)		-	77,500	53,659	28,598
		<u>6,471,548</u>	<u>6,078,658</u>	<u>5,671,479</u>	<u>5,262,589</u>
(6) Days expenses in A/P	29	31	31	31	31
(7) Percent of Gross Revenues	2.47%	2.49%	2.49%	2.49%	2.49%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		-	155,000	-	-
(9) Short term notes before modifications		(770)	(770)	(770)	(770)
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>(770)</u>	<u>(770)</u>	<u>(770)</u>	<u>(770)</u>
(10) Accounts payable, prior					
Beginning balance		164,380	51,366	25,683	(0)
Payments		<u>(113,014)</u>	<u>(25,683)</u>	<u>(25,683)</u>	-
Ending balance		<u>51,366</u>	<u>25,683</u>	<u>(0)</u>	<u>(0)</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (149,689)	\$ (626,019)	\$ (315,708)	\$ 130,465	\$ 828,703
Patient accounts receivable (1)	1,438,464	1,514,525	1,590,252	1,669,764	1,753,253
Less: Reserves for uncollectible accounts (2)	(733,258)	(802,850)	(864,124)	(917,838)	(980,111)
Home Office Settlement	-	-	-	-	-
Supplies (3)	162,760	172,751	181,388	190,457	199,980
Prepaid expenses (3)	73,121	77,392	81,262	85,325	89,591
Third-party settlements	(19,170)	(19,170)	(19,170)	(19,170)	(19,170)
Other current assets (3)	-	-	-	-	-
Total current assets	<u>772,228</u>	<u>316,629</u>	<u>653,900</u>	<u>1,139,004</u>	<u>1,872,246</u>
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	-	-	-	-	-
Buildings and improvements	68,132	68,132	68,132	68,132	68,132
Equipment and fixtures	<u>822,575</u>	<u>1,395,896</u>	<u>1,493,896</u>	<u>1,588,896</u>	<u>1,635,396</u>
Total property and equipment	890,707	1,464,028	1,562,028	1,657,028	1,703,528
Less accumulated depreciation and amortization	<u>589,943</u>	<u>810,617</u>	<u>987,466</u>	<u>1,161,765</u>	<u>1,345,572</u>
Property and equipment, net	<u>300,764</u>	<u>653,411</u>	<u>574,562</u>	<u>495,263</u>	<u>357,956</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	537,905	537,905	537,905	537,905	537,905
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	<u>537,905</u>	<u>537,905</u>	<u>537,905</u>	<u>537,905</u>	<u>537,905</u>
Total Assets	<u>\$ 1,610,897</u>	<u>\$ 1,507,945</u>	<u>\$ 1,766,367</u>	<u>\$ 2,172,172</u>	<u>\$ 2,768,107</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 647,179	\$ 619,255	\$ 287,246	\$ 176,123	\$ 193,831
Accounts Payable - prior (10)	174,123	21,694	10,847	-	-
Accounts Payable - after (6)	150,215	128,441	131,889	134,845	137,869
Due/(From) HMC	(985,437)	(985,437)	(985,437)	(985,437)	(985,437)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	(3,375)	(3,375)	(3,375)	(3,375)	(3,375)
Accrued Liabilities (7)	<u>370,704</u>	<u>392,489</u>	<u>412,114</u>	<u>432,719</u>	<u>454,355</u>
Total Current Liabilities	<u>353,409</u>	<u>173,067</u>	<u>(146,716)</u>	<u>(245,125)</u>	<u>(202,756)</u>
Long-Term Debt (5)	<u>1,028,893</u>	<u>663,199</u>	<u>375,953</u>	<u>199,830</u>	<u>6,043</u>
Stockholders' Equity					
Members Equity	365,263	365,263	365,263	365,263	365,263
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(433,405)	(136,667)	306,416	1,171,867	1,852,204
Net Income - Current	<u>296,737</u>	<u>443,083</u>	<u>865,451</u>	<u>680,337</u>	<u>747,354</u>
Total Stockholders' Equity	<u>228,595</u>	<u>671,679</u>	<u>1,537,130</u>	<u>2,217,467</u>	<u>2,964,821</u>
Total Liabilities and Stockholders Equity	<u>\$ 1,610,897</u>	<u>\$ 1,507,945</u>	<u>\$ 1,766,367</u>	<u>\$ 2,172,172</u>	<u>\$ 2,768,107</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	80	80	80	80	80
(2) Days Net Revenue in Net A/R	54	54	54	54	54
(3) Forecast based on % of Gross Revenue					
Supplies	2.47%	2.50%	2.50%	2.50%	2.50%
Prepaid expenses	1.11%	1.12%	1.12%	1.12%	1.12%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		528,401	186,380	64,141	69,509
Additional ERP debt (see supplemental schedule)		90,854	100,866	111,982	124,323
Additional capital equipment forecast (see supplemental schedule)		-	-	-	-
		<u>619,255</u>	<u>287,246</u>	<u>176,123</u>	<u>193,831</u>
(5) Long-term debt per existing schedules		326,029	139,648	75,507	6,043
Additional ERP debt (see supplemental schedule)		337,171	236,305	124,323	0
Additional equipment debt forecast (see supplemental schedule)		-	-	-	-
		<u>663,199</u>	<u>375,953</u>	<u>199,830</u>	<u>6,043</u>
(6) Days expenses in A/P	32	30	30	30	30
(7) Percent of Gross Revenues	5.63%	5.68%	5.68%	5.68%	5.68%
(8) Equipment additions		361,076	-	-	-
Other: see supplemental schedule		212,245	98,000	95,000	46,500
(9) Short term notes before modifications		(3,375)	(3,375)	(3,375)	(3,375)
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>(3,375)</u>	<u>(3,375)</u>	<u>(3,375)</u>	<u>(3,375)</u>
(10) Accounts payable, prior					
Beginning balance		174,123	21,694	10,847	-
Payments		<u>(152,429)</u>	<u>(10,847)</u>	<u>(10,847)</u>	-
Ending balance		<u>21,694</u>	<u>10,847</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 138,330	\$ (487,064)	\$ (1,358,474)	\$ (2,133,308)	\$ (2,859,054)
Patient accounts receivable (1)	4,558,631	4,799,677	5,039,661	5,291,644	5,556,226
Less: Reserves for uncollectible accounts (2)	(3,020,407)	(3,138,482)	(3,345,009)	(3,537,272)	(3,752,744)
Home Office Settlement	-	-	-	-	-
Supplies (3)	150,296	161,841	169,933	178,429	187,351
Prepaid expenses (3)	107,935	115,124	120,880	126,924	133,270
Third-party settlements	78,494	-	-	-	-
Other current assets (3)	-	-	-	-	-
Total current assets	<u>2,013,279</u>	<u>1,451,096</u>	<u>626,991</u>	<u>(73,583)</u>	<u>(734,951)</u>
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	-	-	-	-	-
Buildings and improvements	-	-	-	-	-
Equipment and fixtures	<u>915,958</u>	<u>1,551,958</u>	<u>1,691,958</u>	<u>1,876,958</u>	<u>2,076,958</u>
Total property and equipment	915,958	1,551,958	1,691,958	1,876,958	2,076,958
Less accumulated depreciation and amortization	<u>407,238</u>	<u>659,438</u>	<u>914,638</u>	<u>1,196,838</u>	<u>1,529,038</u>
Property and equipment, net	<u>508,720</u>	<u>892,520</u>	<u>777,320</u>	<u>680,120</u>	<u>547,920</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>	<u>1,238,125</u>
Total Assets	<u>\$ 3,760,125</u>	<u>\$ 3,581,741</u>	<u>\$ 2,642,436</u>	<u>\$ 1,844,662</u>	<u>\$ 1,051,094</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 280,019	\$ 332,106	\$ 385,037	\$ 436,702	\$ 495,795
Accounts Payable - prior (10)	113,022	56,511	28,256	-	-
Accounts Payable - after (6)	282,310	156,022	160,268	163,981	167,782
Due/(From) HMC	<u>1,706,926</u>	<u>1,706,926</u>	<u>1,706,926</u>	<u>1,706,926</u>	<u>1,706,926</u>
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>316,532</u>	<u>338,697</u>	<u>355,632</u>	<u>373,414</u>	<u>392,084</u>
Total Current Liabilities	<u>2,698,809</u>	<u>2,590,263</u>	<u>2,636,119</u>	<u>2,681,023</u>	<u>2,762,587</u>
Long-Term Debt (5)	<u>1,026,917</u>	<u>1,238,828</u>	<u>898,321</u>	<u>598,781</u>	<u>251,453</u>
Stockholders' Equity					
Members Equity	540,835	540,835	540,835	540,835	540,835
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	18,281	(506,437)	(788,186)	(1,432,840)	(1,975,977)
Net Income - Current	<u>(524,718)</u>	<u>(281,749)</u>	<u>(644,654)</u>	<u>(543,137)</u>	<u>(527,805)</u>
Total Stockholders' Equity	<u>34,398</u>	<u>(247,351)</u>	<u>(892,005)</u>	<u>(1,435,142)</u>	<u>(1,962,947)</u>
Total Liabilities and Stockholders Equity	<u>\$ 3,760,124</u>	<u>\$ 3,581,740</u>	<u>\$ 2,642,435</u>	<u>\$ 1,844,662</u>	<u>\$ 1,051,094</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	105	105	105	105	105
(2) Days Net Revenue in Net A/R	85	92	92	92	92
(3) Forecast based on % of Gross Revenue					
Supplies	0.95%	0.97%	0.97%	0.97%	0.97%
Prepaid expenses	0.68%	0.69%	0.69%	0.69%	0.69%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		55,788	60,418	65,433	58,657
Additional ERP debt (see supplemental schedule)		166,971	185,371	205,800	228,480
Additional capital equipment forecast (see supplemental schedule)		<u>109,348</u>	<u>139,248</u>	<u>165,470</u>	<u>208,658</u>
		<u>332,106</u>	<u>385,037</u>	<u>436,702</u>	<u>495,795</u>
(5) Long-term debt per existing schedules		184,507	124,089	58,657	0
Additional ERP debt (see supplemental schedule)		619,651	434,280	228,480	0
Additional equipment debt forecast (see supplemental schedule)		<u>434,670</u>	<u>339,952</u>	<u>311,644</u>	<u>251,453</u>
		<u>1,238,828</u>	<u>898,321</u>	<u>598,781</u>	<u>251,453</u>
(6) Days expenses in A/P	34	20	20	20	20
(7) Percent of Gross Revenues	1.99%	2.03%	2.03%	2.03%	2.03%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		636,000	140,000	185,000	200,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		113,022	56,511	28,256	-
Payments		<u>(56,511)</u>	<u>(28,256)</u>	<u>(28,256)</u>	<u>-</u>
Ending balance		<u>56,511</u>	<u>28,256</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 275,470	\$ 52,762	\$ 600,696	\$ 945,391	\$ 1,420,779
Patient accounts receivable (1)	1,170,609	1,232,508	1,294,133	1,358,840	1,426,782
Less: Reserves for uncollectible accounts (2)	(515,046)	(579,503)	(620,540)	(661,408)	(709,747)
Home Office Settlement	-	-	-	-	-
Supplies (3)	135,913	143,265	150,428	157,949	165,847
Prepaid expenses (3)	47,942	50,523	53,049	55,702	58,487
Third-party settlements	46,479	46,479	46,479	46,479	46,479
Other current assets (3)	1,000	1,384	1,453	1,526	1,602
Total current assets	<u>1,162,368</u>	<u>947,418</u>	<u>1,525,699</u>	<u>1,904,480</u>	<u>2,410,229</u>
Property and equipment					
Construction in progress	659,941	659,941	659,941	659,941	659,941
Land and improvements	16,800	16,800	16,800	16,800	16,800
Buildings and improvements	343,451	343,451	343,451	343,451	343,451
Equipment and fixtures	<u>1,953,900</u>	<u>2,401,976</u>	<u>2,508,976</u>	<u>2,585,976</u>	<u>2,765,976</u>
Total property and equipment	2,974,092	3,422,168	3,529,168	3,606,168	3,786,168
Less accumulated depreciation and amortization	<u>1,985,636</u>	<u>2,275,799</u>	<u>2,609,382</u>	<u>2,959,015</u>	<u>3,342,649</u>
Property and equipment, net	<u>988,455</u>	<u>1,146,369</u>	<u>919,786</u>	<u>647,152</u>	<u>443,519</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	255,609	255,609	255,609	255,609	255,609
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	<u>255,609</u>	<u>255,609</u>	<u>255,609</u>	<u>255,609</u>	<u>255,609</u>
Total Assets	<u>\$ 2,406,432</u>	<u>\$ 2,349,396</u>	<u>\$ 2,701,094</u>	<u>\$ 2,807,241</u>	<u>\$ 3,109,357</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 85,321	\$ 217,812	\$ 214,698	\$ 173,109	\$ 176,275
Accounts Payable - prior (10)	283,409	89,111	44,556	-	-
Accounts Payable - after (6)	199,009	156,911	161,304	164,899	168,576
Due/(From) HMC	(809,867)	(809,867)	(809,867)	(809,867)	(809,867)
Accrued Interest	32,084	32,084	32,084	32,084	32,084
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>288,613</u>	<u>304,524</u>	<u>319,750</u>	<u>335,738</u>	<u>352,525</u>
Total Current Liabilities	<u>78,568</u>	<u>(9,425)</u>	<u>(37,476)</u>	<u>(104,037)</u>	<u>(80,407)</u>
Long-Term Debt (5)	<u>1,264,533</u>	<u>1,046,721</u>	<u>832,024</u>	<u>658,914</u>	<u>564,583</u>
Stockholders' Equity					
Members Equity	308,602	308,602	308,602	308,602	308,602
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	303,594	754,729	1,003,498	1,597,944	1,943,762
Net Income - Current	<u>451,135</u>	<u>248,769</u>	<u>594,446</u>	<u>345,818</u>	<u>372,817</u>
Total Stockholders' Equity	<u>1,063,331</u>	<u>1,312,100</u>	<u>1,906,546</u>	<u>2,252,364</u>	<u>2,625,181</u>
Total Liabilities and Stockholders Equity	<u>\$ 2,406,432</u>	<u>\$ 2,349,396</u>	<u>\$ 2,701,094</u>	<u>\$ 2,807,241</u>	<u>\$ 3,109,357</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	65	65	65	65	65
(2) Days Net Revenue in Net A/R	54	54	54	54	54
(3) Forecast based on % of Gross Revenue					
Supplies	2.06%	2.07%	2.07%	2.07%	2.07%
Prepaid expenses	0.73%	0.73%	0.73%	0.73%	0.73%
Other	0.02%	0.02%	0.02%	0.02%	0.02%
(4) Current debt per existing schedules		148,677	137,943	87,897	64,311
Additional ERP debt (see supplemental schedule)		69,135	76,754	85,213	94,603
Additional capital equipment forecast (see supplemental schedule)		-	-	-	17,361
		<u>217,812</u>	<u>214,698</u>	<u>173,109</u>	<u>176,275</u>
(5) Long-term debt per existing schedules		790,151	652,208	564,311	500,000
Additional ERP debt (see supplemental schedule)		256,570	179,816	94,603	0
Additional equipment debt forecast (see supplemental schedule)		-	-	-	64,583
		<u>1,046,721</u>	<u>832,024</u>	<u>658,914</u>	<u>564,583</u>
(6) Days expenses in A/P	36	30	30	30	30
(7) Percent of Gross Revenues	4.38%	4.40%	4.40%	4.40%	4.40%
(8) Equipment additions		361,076	-	-	-
Other: see supplemental schedule		87,000	107,000	77,000	180,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		-	-	-	-
(10) Accounts payable, prior					
Beginning balance		283,409	89,111	44,556	-
Payments		<u>(194,298)</u>	<u>(44,556)</u>	<u>(44,556)</u>	-
Ending balance		<u>89,111</u>	<u>44,556</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 707,407	\$ 316,800	\$ 431,506	\$ 439,863	\$ 736,888
Patient accounts receivable (1)	3,513,961	3,699,766	3,884,754	4,078,992	4,282,941
Less: Reserves for uncollectible accounts (2)	(1,912,681)	(2,071,428)	(2,222,296)	(2,355,629)	(2,509,495)
Home Office Settlement	-	-	-	-	-
Supplies (3)	163,418	177,686	186,570	195,899	205,694
Prepaid expenses (3)	80,561	86,711	91,046	95,599	100,379
Third-party settlements	129,453	129,453	129,453	129,453	129,453
Other current assets (3)	1,118	1,421	1,493	1,567	1,646
Total current assets	<u>2,683,237</u>	<u>2,340,410</u>	<u>2,502,526</u>	<u>2,585,743</u>	<u>2,947,505</u>
Property and equipment					
Construction in progress	648,404	648,404	648,404	648,404	648,404
Land and improvements	221,342	221,342	221,342	221,342	221,342
Buildings and improvements	1,285,853	1,285,853	1,285,853	1,285,853	1,285,853
Equipment and fixtures	<u>3,582,915</u>	<u>4,138,641</u>	<u>4,442,141</u>	<u>4,442,141</u>	<u>4,442,141</u>
Total property and equipment	5,738,514	6,294,240	6,597,740	6,597,740	6,597,740
Less accumulated depreciation and amortization	<u>4,624,360</u>	<u>4,904,184</u>	<u>5,229,274</u>	<u>5,574,756</u>	<u>5,920,239</u>
Property and equipment, net	<u>1,114,154</u>	<u>1,390,056</u>	<u>1,368,466</u>	<u>1,022,984</u>	<u>677,501</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 3,797,391</u>	<u>\$ 3,730,465</u>	<u>\$ 3,870,992</u>	<u>\$ 3,608,727</u>	<u>\$ 3,625,007</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 153,603	\$ 167,668	\$ 182,912	\$ 166,937	\$ 175,346
Accounts Payable - prior (10)	200,408	76,901	38,450	-	-
Accounts payable - after (6)	289,829	194,479	199,903	204,692	209,601
Due/(From) HMC	(491,378)	(491,378)	(491,378)	(491,378)	(491,378)
Accrued Interest	160	160	160	160	160
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>727,356</u>	<u>788,926</u>	<u>828,373</u>	<u>869,791</u>	<u>913,281</u>
Total Current Liabilities	<u>879,978</u>	<u>736,756</u>	<u>758,420</u>	<u>750,203</u>	<u>807,009</u>
Long-Term Debt (5)	<u>429,569</u>	<u>528,465</u>	<u>427,498</u>	<u>166,917</u>	<u>57,964</u>
Stockholders' Equity					
Members Equity	879,290	879,290	879,290	879,290	879,290
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	267,926	1,608,555	1,585,955	1,805,785	1,812,318
Net Income - Current	<u>1,340,629</u>	<u>(22,600)</u>	<u>219,830</u>	<u>6,533</u>	<u>68,426</u>
Total Stockholders' Equity	<u>2,487,845</u>	<u>2,465,245</u>	<u>2,685,075</u>	<u>2,691,608</u>	<u>2,760,034</u>
Total Liabilities and Stockholders Equity	<u>\$ 3,797,392</u>	<u>\$ 3,730,466</u>	<u>\$ 3,870,992</u>	<u>\$ 3,608,727</u>	<u>\$ 3,625,007</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	95	95	95	95	95
(2) Days Net Revenue in Net A/R	89	91	91	91	91
(3) Forecast based on % of Gross Revenue					
Supplies	1.21%	1.25%	1.25%	1.25%	1.25%
Prepaid expenses	0.60%	0.61%	0.61%	0.61%	0.61%
Other	0.01%	0.01%	0.01%	0.01%	0.01%
(4) Current debt per existing schedules		103,308	94,098	69,361	68,094
Additional ERP debt (see supplemental schedule)		64,360	71,453	79,327	88,069
Additional capital equipment forecast (see supplemental schedule)		-	17,361	18,249	19,183
		<u>167,668</u>	<u>182,912</u>	<u>166,937</u>	<u>175,346</u>
(5) Long-term debt per existing schedules		289,617	195,519	34,132	34,132
Additional ERP debt (see supplemental schedule)		238,849	167,396	88,069	0
Additional equipment debt forecast (see supplemental schedule)		-	64,583	44,716	23,832
		<u>528,465</u>	<u>427,498</u>	<u>166,917</u>	<u>57,964</u>
(6) Days expenses in A/P	35	25	25	25	25
(7) Percent of Gross Revenues	5.37%	5.55%	5.55%	5.55%	5.55%
(8) Equipment additions		361,076	-	-	-
Other: see supplemental schedule		194,650	303,500	-	-
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		200,408	76,901	38,450	-
Payments		<u>(123,508)</u>	<u>(38,450)</u>	<u>(38,450)</u>	<u>-</u>
Ending balance		<u>76,901</u>	<u>38,450</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (319,329)	\$ 303,776	\$ 735,261	\$ 1,422,211	\$ 2,233,998
Patient accounts receivable (1)	1,870,152	1,969,039	2,067,490	2,170,865	2,279,408
Less: Reserves for uncollectible accounts (2)	(609,063)	(697,946)	(769,287)	(824,270)	(893,019)
Home Office Settlement	-	-	-	-	-
Supplies (3)	106,043	113,794	119,484	125,458	131,731
Prepaid expenses (3)	115,325	123,377	129,546	136,023	142,824
Third-party settlements	65,551	-	-	-	-
Other current assets (3)	(46)	-	-	-	-
Total current assets	<u>1,228,634</u>	<u>1,812,039</u>	<u>2,282,493</u>	<u>3,030,287</u>	<u>3,894,942</u>
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	252,638	252,638	252,638	252,638	252,638
Buildings and improvements	9,359,104	9,359,104	9,359,104	9,359,104	9,359,104
Equipment and fixtures	<u>2,228,082</u>	<u>2,325,082</u>	<u>2,405,082</u>	<u>2,405,082</u>	<u>2,610,082</u>
Total property and equipment	11,839,824	11,936,824	12,016,824	12,016,824	12,221,824
Less accumulated depreciation and amortization	<u>4,672,467</u>	<u>5,488,795</u>	<u>6,310,012</u>	<u>7,137,729</u>	<u>7,990,279</u>
Property and equipment, net	<u>7,167,357</u>	<u>6,448,029</u>	<u>5,706,812</u>	<u>4,879,095</u>	<u>4,231,545</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	2,210,166	2,210,166	2,210,166	2,210,166	2,210,166
Restricted cash	73	73	73	73	73
Other	<u>205,021</u>	<u>205,021</u>	<u>205,021</u>	<u>205,021</u>	<u>205,021</u>
Total other assets	<u>2,415,260</u>	<u>2,415,260</u>	<u>2,415,260</u>	<u>2,415,260</u>	<u>2,415,260</u>
Total Assets	<u>\$ 10,811,251</u>	<u>\$ 10,675,328</u>	<u>\$ 10,404,565</u>	<u>\$ 10,324,641</u>	<u>\$ 10,541,746</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 539,853	\$ 528,623	\$ 542,532	\$ 416,239	\$ 384,467
Accounts Payable - prior (10)	311,530	92,531	46,266	-	-
Accounts payable - after (6)	175,380	180,111	185,244	189,322	193,492
Due/(From) HMC	(893,040)	(893,040)	(893,040)	(893,040)	(893,040)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>538,814</u>	<u>643,236</u>	<u>675,397</u>	<u>709,167</u>	<u>744,626</u>
Total Current Liabilities	<u>672,537</u>	<u>551,461</u>	<u>556,399</u>	<u>421,688</u>	<u>429,545</u>
Long-Term Debt (5)	<u>9,886,166</u>	<u>9,357,543</u>	<u>8,815,011</u>	<u>8,398,772</u>	<u>8,014,305</u>
Stockholders' Equity					
Members Equity	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(970,595)	(747,452)	(233,676)	33,155	504,181
Net Income - Current	<u>223,142</u>	<u>513,776</u>	<u>266,831</u>	<u>471,026</u>	<u>593,715</u>
Total Stockholders' Equity	<u>252,548</u>	<u>766,324</u>	<u>1,032,155</u>	<u>1,504,181</u>	<u>2,097,897</u>
Total Liabilities and Stockholders Equity	<u>\$ 10,811,251</u>	<u>\$ 10,675,328</u>	<u>\$ 10,404,565</u>	<u>\$ 10,324,641</u>	<u>\$ 10,541,746</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	60	60	60	60	60
(2) Days Net Revenue in Net A/R	56	56	56	56	56
(3) Forecast based on % of Gross Revenue					
Supplies	0.93%	0.95%	0.95%	0.95%	0.95%
Prepaid expenses	1.01%	1.03%	1.03%	1.03%	1.03%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		466,457	473,516	339,617	299,400
Additional ERP debt (see supplemental schedule)		62,166	69,017	76,622	85,067
Additional capital equipment forecast (see supplemental schedule)		-	-	-	-
		<u>528,623</u>	<u>542,532</u>	<u>416,239</u>	<u>384,467</u>
(5) Long-term debt per existing schedules		9,126,837	8,653,322	8,313,705	8,014,305
Additional ERP debt (see supplemental schedule)		230,706	161,689	85,067	0
Additional equipment debt forecast (see supplemental schedule)		-	-	-	-
		<u>9,357,543</u>	<u>8,815,011</u>	<u>8,398,772</u>	<u>8,014,305</u>
(6) Days expenses in A/P	19	20	20	20	20
(7) Percent of Gross Revenues	4.72%	5.37%	5.37%	5.37%	5.37%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		97,000	80,000	-	205,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		-	-	-	-
(10) Accounts payable, prior					
Beginning balance		311,530	92,531	46,266	-
Payments		<u>(218,999)</u>	<u>(46,266)</u>	<u>(46,266)</u>	-
Ending balance		<u>92,531</u>	<u>46,266</u>	-	-

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 240,085	\$ (58,359)	\$ (697,711)	\$ (948,043)	\$ (1,072,970)
Patient accounts receivable (1)	9,667,941	9,953,059	10,220,102	10,495,884	10,780,750
Less: Reserves for uncollectible accounts (2)	(6,920,607)	(7,193,005)	(7,408,031)	(7,590,964)	(7,799,478)
Home Office Settlement	-	-	-	-	-
Supplies (3)	247,071	253,948	260,761	267,798	275,066
Prepaid expenses (3)	265,145	275,110	282,492	290,114	297,988
Third-party settlements	117,371	117,371	117,371	117,371	117,371
Other current assets (3)	-	-	-	-	-
Total current assets	<u>3,617,005</u>	<u>3,348,125</u>	<u>2,774,983</u>	<u>2,632,160</u>	<u>2,598,728</u>
Property and equipment					
Construction in progress	63,260	63,260	63,260	63,260	63,260
Land and improvements	127,359	127,359	127,359	127,359	127,359
Buildings and improvements	3,272,391	3,272,391	3,272,391	3,272,391	3,272,391
Equipment and fixtures	<u>1,897,555</u>	<u>2,007,555</u>	<u>2,403,655</u>	<u>2,646,880</u>	<u>2,775,080</u>
Total property and equipment	5,360,565	5,470,565	5,866,665	6,109,890	6,238,090
Less accumulated depreciation and amortization	<u>2,096,429</u>	<u>2,929,496</u>	<u>3,810,224</u>	<u>4,762,645</u>	<u>5,729,550</u>
Property and equipment, net	<u>3,264,136</u>	<u>2,541,069</u>	<u>2,056,441</u>	<u>1,347,245</u>	<u>508,540</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>
Total other assets	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>	<u>95,642</u>
Total Assets	<u>\$ 6,976,783</u>	<u>\$ 5,984,835</u>	<u>\$ 4,927,066</u>	<u>\$ 4,075,046</u>	<u>\$ 3,202,909</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 2,930,874	\$ 513,210	\$ 489,245	\$ 500,792	\$ 451,321
Accounts Payable - prior (10)	367,812	90,473	45,236	0	0
Accounts Payable - after (6)	415,670	327,393	336,441	343,978	351,691
Due/(From) HMC	(1,303,567)	(1,303,567)	(1,303,567)	(1,303,567)	(1,303,567)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>905,459</u>	<u>934,670</u>	<u>959,747</u>	<u>985,645</u>	<u>1,012,396</u>
Total Current Liabilities	<u>3,316,248</u>	<u>562,178</u>	<u>527,101</u>	<u>526,848</u>	<u>511,841</u>
Long-Term Debt (5)	<u>1,432,094</u>	<u>3,448,636</u>	<u>3,064,139</u>	<u>2,723,261</u>	<u>2,264,527</u>
Stockholders' Equity					
Members Equity	67,380	67,380	67,380	67,380	67,380
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	2,393,365	2,161,061	1,906,641	1,268,445	757,557
Net Income - Current	<u>(232,304)</u>	<u>(254,420)</u>	<u>(638,196)</u>	<u>(510,888)</u>	<u>(398,396)</u>
Total Stockholders' Equity	<u>2,228,441</u>	<u>1,974,022</u>	<u>1,335,825</u>	<u>824,937</u>	<u>426,541</u>
Total Liabilities and Stockholders Equity	<u>\$ 6,976,783</u>	<u>\$ 5,984,835</u>	<u>\$ 4,927,066</u>	<u>\$ 4,075,046</u>	<u>\$ 3,202,909</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	103	103	103	103	103
(2) Days Net Revenue in Net A/R	78	78	78	78	78
(3) Forecast based on % of Gross Revenue					
Supplies	0.72%	0.72%	0.72%	0.72%	0.72%
Prepaid expenses	0.77%	0.78%	0.78%	0.78%	0.78%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per supplemental schedule		367,110	305,601	264,706	193,914
Additional ERP debt (see supplemental schedule)		127,003	141,000	156,538	173,789
Additional capital equipment forecast (see supplemental schedule)		<u>19,097</u>	<u>42,644</u>	<u>79,548</u>	<u>83,618</u>
		<u>513,210</u>	<u>489,245</u>	<u>500,792</u>	<u>451,321</u>
(5) Long-term debt per supplemental schedule		2,906,268	2,600,667	2,335,961	2,142,048
Additional ERP debt (see supplemental schedule)		471,327	330,327	173,789	0
Additional equipment debt forecast (see supplemental schedule)		<u>71,041</u>	<u>133,145</u>	<u>213,511</u>	<u>122,479</u>
		<u>3,448,636</u>	<u>3,064,139</u>	<u>2,723,261</u>	<u>2,264,527</u>
(6) Days expenses in A/P	24	20	20	20	20
(7) Percent of Gross Revenues	2.64%	2.65%	2.65%	2.65%	2.65%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		110,000	396,100	243,225	128,200
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		367,812	90,473	45,236	0
Payments		<u>(277,340)</u>	<u>(45,236)</u>	<u>(45,236)</u>	<u>-</u>
Ending balance		<u>90,473</u>	<u>45,236</u>	<u>0</u>	<u>0</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (842,964)	\$ (1,316,800)	\$ (1,151,785)	\$ (1,270,534)	\$ (1,310,440)
Patient accounts receivable (1)	1,731,672	1,818,256	1,909,168	2,004,627	2,104,858
Less: Reserves for uncollectible accounts (2)	(1,063,932)	(1,150,515)	(1,227,764)	(1,298,832)	(1,379,006)
Home Office Settlement	-	-	-	-	-
Supplies (3)	87,832	96,125	100,931	105,978	111,277
Prepaid expenses (3)	32,497	35,492	37,267	39,130	41,087
Third-party settlements	151,955	151,955	151,955	151,955	151,955
Other current assets (3)	33,090	36,232	38,043	39,946	41,943
Total current assets	<u>130,150</u>	<u>(329,256)</u>	<u>(142,184)</u>	<u>(227,730)</u>	<u>(238,327)</u>
Property and equipment					
Construction in progress	2,428,366	2,428,366	2,428,366	2,428,366	2,428,366
Land and improvements	133,450	133,450	133,450	133,450	133,450
Buildings and improvements	324,121	324,121	324,121	324,121	324,121
Equipment and fixtures	<u>808,648</u>	<u>1,169,724</u>	<u>1,244,724</u>	<u>1,324,724</u>	<u>1,400,724</u>
Total property and equipment	3,694,585	4,055,661	4,130,661	4,210,661	4,286,661
Less accumulated depreciation and amortization	<u>565,364</u>	<u>821,617</u>	<u>1,097,713</u>	<u>1,384,392</u>	<u>1,682,804</u>
Property and equipment, net	<u>3,129,221</u>	<u>3,234,044</u>	<u>3,032,948</u>	<u>2,826,269</u>	<u>2,603,857</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 3,259,371</u>	<u>\$ 2,904,788</u>	<u>\$ 2,890,764</u>	<u>\$ 2,598,539</u>	<u>\$ 2,365,530</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 518,201	\$ 391,355	\$ 429,065	\$ 464,995	\$ 380,552
Accounts Payable - prior (10)	151,763	44,587	22,293	-	-
Accounts Payable - after (6)	123,235	93,506	96,070	98,390	100,769
Due/(From) HMC	(315,067)	(315,067)	(315,067)	(315,067)	(315,067)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>436,728</u>	<u>476,189</u>	<u>499,998</u>	<u>524,998</u>	<u>551,248</u>
Total Current Liabilities	<u>914,860</u>	<u>690,570</u>	<u>732,359</u>	<u>773,316</u>	<u>717,502</u>
Long-Term Debt (5)	<u>3,855,465</u>	<u>3,716,034</u>	<u>3,280,671</u>	<u>2,809,056</u>	<u>2,421,545</u>
Stockholders' Equity					
Members Equity	(295,364)	(295,364)	(295,364)	(295,364)	(295,364)
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(806,484)	(1,215,589)	(1,206,451)	(826,902)	(688,469)
Net Income - Current	<u>(409,105)</u>	<u>9,138</u>	<u>379,549</u>	<u>138,433</u>	<u>210,316</u>
Total Stockholders' Equity	<u>(1,510,953)</u>	<u>(1,501,815)</u>	<u>(1,122,266)</u>	<u>(983,833)</u>	<u>(773,517)</u>
Total Liabilities and Stockholders Equity	<u>\$ 3,259,372</u>	<u>\$ 2,904,788</u>	<u>\$ 2,890,764</u>	<u>\$ 2,598,539</u>	<u>\$ 2,365,530</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	90	90	90	90	90
(2) Days Net Revenue in Net A/R	54	54	54	54	54
(3) Forecast based on % of Gross Revenue					
Supplies	1.25%	1.30%	1.30%	1.30%	1.30%
Prepaid expenses	0.46%	0.48%	0.48%	0.48%	0.48%
Other	0.47%	0.49%	0.49%	0.49%	0.49%
(4) Current debt per existing schedules		232,119	256,270	277,351	183,922
Additional ERP debt (see supplemental schedule)		91,662	101,764	112,979	125,429
Additional capital equipment forecast (see supplemental schedule)		<u>67,574</u>	<u>71,031</u>	<u>74,665</u>	<u>71,201</u>
		<u>391,355</u>	<u>429,065</u>	<u>464,995</u>	<u>380,552</u>
(5) Long-term debt per existing schedules		3,139,088	2,882,818	2,605,467	2,421,545
Additional ERP debt (see supplemental schedule)		340,172	238,408	125,429	0
Additional equipment debt forecast (see supplemental schedule)		<u>236,774</u>	<u>159,445</u>	<u>78,160</u>	<u>-</u>
		<u>3,716,034</u>	<u>3,280,671</u>	<u>2,809,056</u>	<u>2,421,545</u>
(6) Days expenses in A/P	25	20	20	20	20
(7) Percent of Gross Revenues	6.20%	6.44%	6.44%	6.44%	6.44%
(8) Equipment additions		361,076	-	-	-
Other: see supplemental schedule		-	75,000	80,000	76,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		151,763	44,587	22,293	-
Payments		<u>(107,177)</u>	<u>(22,293)</u>	<u>(22,293)</u>	<u>-</u>
Ending balance		<u>44,587</u>	<u>22,293</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (147,014)	\$ 13,061	\$ (92,066)	\$ 17,067	\$ 290,023
Patient accounts receivable (1)	2,565,072	2,700,704	2,835,739	2,977,526	3,126,402
Less: Reserves for uncollectible accounts (2)	(1,611,485)	(1,817,068)	(1,933,673)	(2,042,561)	(2,164,383)
Home Office Settlement	-	-	-	-	-
Supplies (3)	137,883	144,488	151,712	159,298	167,263
Prepaid expenses (3)	56,496	59,415	62,386	65,506	68,781
Third-party settlements	195,024	195,024	195,024	195,024	195,024
Other current assets (3)	-	-	-	-	-
Total current assets	<u>1,195,976</u>	<u>1,295,623</u>	<u>1,219,123</u>	<u>1,371,860</u>	<u>1,683,110</u>
Property and equipment					
Construction in progress	60,967	60,967	60,967	60,967	60,967
Land and improvements	215,000	215,000	215,000	215,000	215,000
Buildings and improvements	-	-	-	-	-
Equipment and fixtures	<u>861,438</u>	<u>1,397,538</u>	<u>1,585,538</u>	<u>1,657,538</u>	<u>1,681,538</u>
Total property and equipment	1,137,405	1,673,505	1,861,505	1,933,505	1,957,505
Less accumulated depreciation and amortization	<u>333,341</u>	<u>466,341</u>	<u>664,883</u>	<u>893,076</u>	<u>1,130,751</u>
Property and equipment, net	<u>804,064</u>	<u>1,207,164</u>	<u>1,196,622</u>	<u>1,040,429</u>	<u>826,754</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	36,589	36,589	36,589	36,589	36,589
Restricted cash	-	-	-	-	-
Other	<u>30,835</u>	<u>30,835</u>	<u>30,835</u>	<u>30,835</u>	<u>30,835</u>
Total other assets	<u>67,424</u>	<u>67,424</u>	<u>67,424</u>	<u>67,424</u>	<u>67,424</u>
Total Assets	<u>\$ 2,067,463</u>	<u>\$ 2,570,211</u>	<u>\$ 2,483,168</u>	<u>\$ 2,479,713</u>	<u>\$ 2,577,288</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 189,125	\$ 210,240	\$ 212,710	\$ 224,103	\$ 168,964
Accounts Payable - prior (10)	261,656	93,937	46,968	-	-
Accounts Payable - after (6)	245,864	187,840	192,904	197,274	201,747
Due/(From) HMC	(496,047)	(496,047)	(496,047)	(496,047)	(496,047)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>567,723</u>	<u>595,505</u>	<u>625,280</u>	<u>656,544</u>	<u>689,372</u>
Total Current Liabilities	<u>768,321</u>	<u>591,474</u>	<u>581,815</u>	<u>581,874</u>	<u>564,036</u>
Long-Term Debt (5)	<u>533,805</u>	<u>675,153</u>	<u>456,351</u>	<u>225,845</u>	<u>50,151</u>
Stockholders' Equity					
Members Equity	555,299	555,299	555,299	555,299	555,299
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(687,670)	210,038	748,285	889,703	1,116,695
Net Income - Current	<u>897,708</u>	<u>538,248</u>	<u>141,418</u>	<u>226,991</u>	<u>291,107</u>
Total Stockholders' Equity	<u>765,336</u>	<u>1,303,584</u>	<u>1,445,002</u>	<u>1,671,993</u>	<u>1,963,101</u>
Total Liabilities and Stockholders Equity	<u>\$ 2,067,463</u>	<u>\$ 2,570,211</u>	<u>\$ 2,483,168</u>	<u>\$ 2,479,713</u>	<u>\$ 2,577,288</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	73	73	73	73	73
(2) Days Net Revenue in Net A/R	58	54	54	54	54
(3) Forecast based on % of Gross Revenue					
Supplies	1.07%	1.07%	1.07%	1.07%	1.07%
Prepaid expenses	0.44%	0.44%	0.44%	0.44%	0.44%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		128,346	125,651	131,506	70,427
Additional ERP debt (see supplemental schedule)		16,530	18,352	20,374	22,620
Additional capital equipment forecast (see supplemental schedule)		<u>65,363</u>	<u>68,707</u>	<u>72,223</u>	<u>75,918</u>
		<u>210,240</u>	<u>212,710</u>	<u>224,103</u>	<u>168,964</u>
(5) Long-term debt per existing schedules		327,583	201,932	70,427	-
Additional ERP debt (see supplemental schedule)		61,346	42,994	22,620	0
Additional equipment debt forecast (see supplemental schedule)		<u>286,224</u>	<u>211,425</u>	<u>132,799</u>	<u>50,151</u>
		<u>675,153</u>	<u>456,351</u>	<u>225,845</u>	<u>50,151</u>
(6) Days expenses in A/P	36	30	30	30	30
(7) Percent of Gross Revenues	4.41%	4.41%	4.41%	4.41%	4.41%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		536,100	188,000	72,000	24,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		261,656	93,937	46,968	-
Payments		<u>(167,720)</u>	<u>(46,968)</u>	<u>(46,968)</u>	<u>-</u>
Ending balance		<u>93,937</u>	<u>46,968</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (293,594)	\$ (732,654)	\$ (459,516)	\$ (603,960)	\$ (516,592)
Patient accounts receivable (1)	2,355,445	2,479,995	2,603,994	2,734,194	2,870,904
Less: Reserves for uncollectible accounts (2)	(1,445,119)	(1,564,554)	(1,669,970)	(1,766,998)	(1,876,430)
Home Office Settlement	-	-	-	-	-
Supplies (3)	74,463	77,926	81,822	85,913	90,209
Prepaid expenses (3)	51,656	54,312	57,027	59,879	62,873
Third-party settlements	31,895	31,895	31,895	31,895	31,895
Other current assets (3)	-	-	-	-	-
Total current assets	774,746	346,920	645,253	540,923	662,858
Property and equipment					
Construction in progress	9,200	9,200	9,200	9,200	9,200
Land and improvements	105,000	105,000	105,000	105,000	105,000
Buildings and improvements	-	-	-	-	-
Equipment and fixtures	643,151	787,207	1,044,272	1,347,672	1,371,672
Total property and equipment	757,351	901,407	1,158,472	1,461,872	1,485,872
Less accumulated depreciation and amortization	205,530	335,690	554,721	817,528	1,104,475
Property and equipment, net	551,821	565,717	603,751	644,344	381,397
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	-	-	-	-	-
Total other assets	-	-	-	-	-
Total Assets	\$ 1,326,568	\$ 912,637	\$ 1,249,004	\$ 1,185,267	\$ 1,044,256
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 405,233	\$ 313,728	\$ 291,071	\$ 329,172	\$ 253,375
Accounts Payable - prior (10)	150,781	14,580	7,290	-	-
Accounts Payable - after (6)	160,526	129,337	132,854	135,853	138,923
Due/(From) HMC	(748,031)	(748,031)	(748,031)	(748,031)	(748,031)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	313,808	329,020	345,471	362,744	380,882
Total Current Liabilities	282,317	38,633	28,655	79,739	25,149
Long-Term Debt (5)	1,038,566	724,859	597,676	355,407	96,850
Stockholders' Equity					
Members Equity	146,000	146,000	146,000	146,000	146,000
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	556,158	(140,314)	3,145	476,673	604,121
Net Income - Current	(696,473)	143,459	473,528	127,448	172,136
Total Stockholders' Equity	5,686	149,145	622,673	750,121	922,257
Total Liabilities and Stockholders Equity	\$ 1,326,568	\$ 912,637	\$ 1,249,005	\$ 1,185,267	\$ 1,044,256
Notes:					
(1) Days Gross Revenue in Gross A/R	115	115	115	115	115
(2) Days Net Revenue in Net A/R	80	80	80	80	80
(3) Forecast based on % of Gross Revenue					
Supplies	0.99%	0.99%	0.99%	0.99%	0.99%
Prepaid expenses	0.69%	0.69%	0.69%	0.69%	0.69%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		241,601	176,273	184,676	96,237
Additional ERP debt (see supplemental schedule)		72,127	80,075	88,900	98,697
Additional capital equipment forecast (see supplemental schedule)		-	34,723	55,596	58,441
		313,728	291,071	329,172	253,375
(5) Long-term debt per existing schedules		457,186	280,913	96,237	-
Additional ERP debt (see supplemental schedule)		267,673	187,597	98,697	0
Additional equipment debt forecast (see supplemental schedule)		-	129,166	160,473	96,850
		724,859	597,676	355,407	96,850
(6) Days expenses in A/P	35	30	30	30	30
(7) Percent of Gross Revenues	4.19%	4.18%	4.18%	4.18%	4.18%
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		144,056	257,065	303,400	24,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		-	-	-	-
(10) Accounts payable, prior					
Beginning balance		150,781	14,580	7,290	-
Payments		(136,201)	(7,290)	(7,290)	-
Ending balance		14,580	7,290	-	-

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 573,217	\$ 168,715	\$ 525,339	\$ 859,358	\$ 1,453,613
Patient accounts receivable (1)	9,027,699	9,505,054	9,980,307	10,479,322	11,003,288
Less: Reserves for uncollectible accounts (2)	(5,672,871)	(6,151,889)	(6,559,647)	(6,938,184)	(7,363,077)
Home Office Settlement	-	-	-	-	-
Supplies (3)	233,801	246,709	259,044	271,997	285,596
Prepaid expenses (3)	197,470	208,161	218,569	229,497	240,972
Third-party settlements	554,767	554,767	554,767	554,767	554,767
Other current assets (3)	-	-	-	-	-
Total current assets	<u>4,914,083</u>	<u>4,531,517</u>	<u>4,978,379</u>	<u>5,456,757</u>	<u>6,175,160</u>
Property and equipment					
Construction in progress	887,311	887,311	887,311	887,311	887,311
Land and improvements	429,072	429,072	429,072	429,072	429,072
Buildings and improvements	2,756,091	2,756,091	2,756,091	2,756,091	2,756,091
Equipment and fixtures	<u>6,365,895</u>	<u>6,944,971</u>	<u>7,184,971</u>	<u>7,304,971</u>	<u>7,429,971</u>
Total property and equipment	10,438,369	11,017,445	11,257,445	11,377,445	11,502,445
Less accumulated depreciation and amortization	<u>7,203,294</u>	<u>7,852,259</u>	<u>8,628,140</u>	<u>9,504,236</u>	<u>10,477,547</u>
Property and equipment, net	<u>3,235,075</u>	<u>3,165,186</u>	<u>2,629,305</u>	<u>1,873,209</u>	<u>1,024,898</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>
Total other assets	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>
Total Assets	<u>\$ 8,134,159</u>	<u>\$ 7,681,703</u>	<u>\$ 7,592,684</u>	<u>\$ 7,314,966</u>	<u>\$ 7,185,058</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 677,674	\$ 597,303	\$ 541,598	\$ 511,645	\$ 540,788
Accounts Payable - prior (10)	408,694	92,871	46,436	-	-
Accounts Payable - after (6)	379,976	309,378	317,825	324,872	332,082
Due/(From) HMC	(479,451)	(479,451)	(479,451)	(479,451)	(479,451)
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	-	-	-	-	-
Accrued Liabilities (7)	<u>2,383,053</u>	<u>2,521,057</u>	<u>2,647,110</u>	<u>2,779,466</u>	<u>2,918,439</u>
Total Current Liabilities	<u>3,369,946</u>	<u>3,041,158</u>	<u>3,073,517</u>	<u>3,136,532</u>	<u>3,311,858</u>
Long-Term Debt (5)	<u>2,703,899</u>	<u>2,499,852</u>	<u>2,113,825</u>	<u>1,688,759</u>	<u>1,239,866</u>
Stockholders' Equity					
Members Equity	1,254,056	1,254,056	1,254,056	1,254,056	1,254,056
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(1,403,317)	806,258	886,636	1,151,286	1,235,618
Net Income - Current	<u>2,209,575</u>	<u>80,379</u>	<u>264,650</u>	<u>84,332</u>	<u>143,659</u>
Total Stockholders' Equity	<u>2,060,314</u>	<u>2,140,692</u>	<u>2,405,342</u>	<u>2,489,674</u>	<u>2,633,334</u>
Total Liabilities and Stockholders Equity	<u>\$ 8,134,158</u>	<u>\$ 7,681,702</u>	<u>\$ 7,592,684</u>	<u>\$ 7,314,965</u>	<u>\$ 7,185,057</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	90	90	90	90	90
(2) Days Net Revenue in Net A/R	95	95	95	95	95
(3) Forecast based on % of Gross Revenue					
Supplies	0.64%	0.64%	0.64%	0.64%	0.64%
Prepaid expenses	0.54%	0.54%	0.54%	0.54%	0.54%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		403,204	292,616	217,735	197,530
Additional ERP debt (see supplemental schedule)		173,265	192,359	213,558	237,093
Additional capital equipment forecast (see supplemental schedule)		<u>20,834</u>	<u>56,622</u>	<u>80,352</u>	<u>106,165</u>
		<u>597,303</u>	<u>541,598</u>	<u>511,645</u>	<u>540,788</u>
(5) Long-term debt per existing schedules		1,779,341	1,480,349	1,256,138	1,055,559
Additional ERP debt (see supplemental schedule)		643,010	450,651	237,093	0
Additional equipment debt forecast (see supplemental schedule)		<u>77,500</u>	<u>182,825</u>	<u>195,529</u>	<u>184,307</u>
		<u>2,499,852</u>	<u>2,113,825</u>	<u>1,688,759</u>	<u>1,239,866</u>
(6) Days expenses in A/P	23	20	20	20	20
(7) Percent of Gross Revenues	6.49%	6.54%	6.54%	6.54%	6.54%
(8) Equipment additions		361,076	-	-	-
Other: see supplemental schedule		218,000	240,000	120,000	125,000
(9) Short term notes before modifications		-	-	-	-
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(10) Accounts payable, prior					
Beginning balance		408,694	92,871	46,436	-
Payments		<u>(315,823)</u>	<u>(46,436)</u>	<u>(46,436)</u>	<u>-</u>
Ending balance		<u>92,871</u>	<u>46,436</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ (143,191)	\$ (413,642)	\$ (439,894)	\$ (627,454)	\$ (676,081)
Patient accounts receivable (1)	3,202,869	3,372,228	3,540,839	3,717,881	3,903,775
Less: Reserves for uncollectible accounts (2)	(1,841,884)	(1,937,202)	(2,076,491)	(2,201,193)	(2,344,046)
Home Office Settlement	-	-	-	-	-
Supplies (3)	137,846	145,945	153,242	160,905	168,950
Prepaid expenses (3)	119,905	128,361	134,780	141,518	148,594
Third-party settlements	301,305	301,305	301,305	301,305	301,305
Other current assets (3)	(423)	-	-	-	-
Total current assets	<u>1,776,427</u>	<u>1,596,995</u>	<u>1,613,781</u>	<u>1,492,962</u>	<u>1,502,498</u>
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	-	-	-	-	-
Buildings and improvements	91,249	91,249	91,249	91,249	91,249
Equipment and fixtures	<u>1,127,712</u>	<u>1,619,285</u>	<u>1,754,285</u>	<u>2,034,285</u>	<u>2,256,285</u>
Total property and equipment	1,218,961	1,710,534	1,845,534	2,125,534	2,347,534
Less accumulated depreciation and amortization	<u>524,191</u>	<u>739,266</u>	<u>991,533</u>	<u>1,287,633</u>	<u>1,618,583</u>
Property and equipment, net	<u>694,770</u>	<u>971,268</u>	<u>854,001</u>	<u>837,901</u>	<u>728,951</u>
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	-	-	-	-	-
Goodwill	1,353,907	1,353,907	1,353,907	1,353,907	1,353,907
Restricted cash	-	-	-	-	-
Other	<u>(1,841)</u>	<u>(1,841)</u>	<u>(1,841)</u>	<u>(1,841)</u>	<u>(1,841)</u>
Total other assets	<u>1,352,066</u>	<u>1,352,066</u>	<u>1,352,066</u>	<u>1,352,066</u>	<u>1,352,066</u>
Total Assets	<u>\$ 3,823,262</u>	<u>\$ 3,920,329</u>	<u>\$ 3,819,848</u>	<u>\$ 3,682,929</u>	<u>\$ 3,583,515</u>
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 253,178	\$ 270,587	\$ 265,580	\$ 256,233	\$ 264,093
Accounts Payable - prior (10)	257,318	85,964	42,982	-	-
Accounts Payable - after (6)	133,684	330,092	339,342	346,680	354,181
Due/(From) HMC	<u>1,792,377</u>	<u>1,792,377</u>	<u>1,792,377</u>	<u>1,792,377</u>	<u>1,792,377</u>
Accrued Interest	-	-	-	-	-
Short-term Notes (9)	148,517	148,517	148,517	148,517	148,517
Accrued Liabilities (7)	<u>707,615</u>	<u>752,585</u>	<u>790,214</u>	<u>829,725</u>	<u>871,211</u>
Total Current Liabilities	<u>3,292,689</u>	<u>3,380,121</u>	<u>3,379,011</u>	<u>3,373,531</u>	<u>3,430,379</u>
Long-Term Debt (5)	<u>778,249</u>	<u>774,227</u>	<u>508,647</u>	<u>334,358</u>	<u>68,647</u>
Stockholders' Equity					
Members Equity	-	-	-	-	-
Preferred Stock	-	-	-	-	-
Common Stock	-	-	-	-	-
Retained Earnings	(845,110)	(247,675)	(234,019)	(67,810)	(24,960)
Net Income - Current	<u>597,435</u>	<u>13,657</u>	<u>166,209</u>	<u>42,850</u>	<u>109,449</u>
Total Stockholders' Equity	<u>(247,675)</u>	<u>(234,019)</u>	<u>(67,810)</u>	<u>(24,960)</u>	<u>84,488</u>
Total Liabilities and Stockholders Equity	<u>\$ 3,823,263</u>	<u>\$ 3,920,329</u>	<u>\$ 3,819,848</u>	<u>\$ 3,682,929</u>	<u>\$ 3,583,515</u>
Notes:					
(1) Days Gross Revenue in Gross A/R	70	70	70	70	70
(2) Days Net Revenue in Net A/R	57	60	60	60	60
(3) Forecast based on % of Gross Revenue					
Supplies	0.82%	0.83%	0.83%	0.83%	0.83%
Prepaid expenses	0.72%	0.73%	0.73%	0.73%	0.73%
Other	0.00%	0.00%	0.00%	0.00%	0.00%
(4) Current debt per existing schedules		140,689	121,367	78,766	68,094
Additional ERP debt (see supplemental schedule)		129,898	144,213	160,106	177,750
Additional capital equipment forecast (see supplemental schedule)		-	-	17,361	18,249
		<u>270,587</u>	<u>265,580</u>	<u>256,233</u>	<u>264,093</u>
(5) Long-term debt per existing schedules		292,158	170,791	92,025	23,931
Additional ERP debt (see supplemental schedule)		482,068	337,855	177,750	0
Additional equipment debt forecast (see supplemental schedule)		-	-	64,583	44,716
		<u>774,227</u>	<u>508,647</u>	<u>334,358</u>	<u>68,647</u>
(6) Days expenses in A/P	12	30	30	30	30
(7) Percent of Gross Revenues	4.23%	4.28%	4.28%	4.28%	4.28%
(8) Equipment additions		361,073	-	-	-
Other: see supplemental schedule		130,500	135,000	280,000	222,000
(9) Short term notes before modifications		148,517	148,517	148,517	148,517
Payments on shareholder loans		-	-	-	-
Payments on Gemino loan		-	-	-	-
Payments on Sun Finance loan		-	-	-	-
Short term notes after modifications		<u>148,517</u>	<u>148,517</u>	<u>148,517</u>	<u>148,517</u>
(10) Accounts payable, prior					
Beginning balance		257,318	85,964	42,982	-
Payments		<u>(171,355)</u>	<u>(42,982)</u>	<u>(42,982)</u>	-
Ending balance		<u>85,964</u>	<u>42,982</u>	<u>-</u>	<u>-</u>

	September 30				
	2012	2013	2014	2015	2016
ASSETS					
Current assets					
Cash and cash equivalents	\$ 4,256,205	\$ 3,952,993	\$ 5,136,870	\$ 5,279,493	\$ 5,551,407
Patient accounts receivable	7,167,188	7,167,188	7,167,188	7,167,188	7,167,188
Less: Reserves for uncollectible accounts	-	-	-	-	-
Home Office Settlement	-	-	-	-	-
Supplies	-	-	-	-	-
Prepaid expenses	1,578,350	1,578,350	1,578,350	1,578,350	1,578,350
Third-party settlements	175,000	-	-	-	-
Other current assets	633	633	633	633	633
Total current assets	13,177,376	12,699,164	13,883,041	14,025,664	14,297,578
Property and equipment					
Construction in progress	-	-	-	-	-
Land and improvements	10,000	10,000	10,000	10,000	10,000
Buildings and improvements	8,950	8,950	8,950	8,950	8,950
Equipment and fixtures	514,506	514,506	514,506	514,506	514,506
Total property and equipment	533,456	533,456	533,456	533,456	533,456
Less accumulated depreciation and amortization	363,896	471,896	579,896	687,896	795,896
Property and equipment, net	169,560	61,560	(46,440)	(154,440)	(262,440)
Other assets					
Investment in WCH	-	-	-	-	-
Investment in Horton	-	-	-	-	-
Investments	3,437,300	3,437,300	3,437,300	3,437,300	3,437,300
Goodwill	-	-	-	-	-
Restricted cash	-	-	-	-	-
Other	312,846	312,846	312,846	312,846	312,846
Total other assets	3,750,146	3,750,146	3,750,146	3,750,146	3,750,146
Total Assets	\$ 17,097,082	\$ 16,510,870	\$ 17,586,747	\$ 17,621,370	\$ 17,785,284
LIABILITIES					
Current Liabilities					
Current maturities of LTD (4)	\$ 1,384,203	\$ 162,346	\$ 84,377	\$ 15,930	\$ 1,314
Accounts Payable - prior (10)	188,358	65,132	32,566	-	-
Accounts Payable - after (6)	520,679	210,165	216,470	220,888	225,397
Due/(From) HMC	3,958,515	3,958,515	3,958,515	3,958,515	3,958,515
Accrued Interest	411,629	411,629	411,629	411,629	411,629
Short-term Notes (9)	7,018,982	5,877,573	4,660,124	3,361,538	1,976,375
Accrued Liabilities	374,321	374,321	374,321	374,321	374,321
Total Current Liabilities	13,856,687	11,059,680	9,738,002	8,342,821	6,947,551
Long-Term Debt (5)	12,248,644	13,245,970	14,336,851	14,336,851	14,336,851
Stockholders' Equity					
Members Equity	-	-	-	-	-
Preferred Stock	12,456,861	12,456,861	12,456,861	12,456,861	12,456,861
Common Stock	4,320,162	4,320,162	4,320,162	4,320,162	4,320,162
Retained Earnings	(23,296,950)	(25,785,272)	(24,571,803)	(23,265,129)	(21,835,325)
Net Income - Current	(2,488,322)	1,213,469	1,306,674	1,429,804	1,559,184
Total Stockholders' Equity	(9,008,249)	(7,794,780)	(6,488,106)	(5,058,302)	(3,499,118)
Total Liabilities and Stockholders Equity	\$ 17,097,082	\$ 16,510,870	\$ 17,586,746	\$ 17,621,370	\$ 17,785,284

Notes:

(4) Current debt per existing schedules		162,346	84,377	15,930	1,314
Additional ERP debt (see supplemental schedule)		-	-	-	-
Additional capital equipment forecast (see supplemental schedule)		-	-	-	-
		162,346	84,377	15,930	1,314
(5) Long-term debt per existing schedules		13,245,970	14,336,851	14,336,851	14,336,851
Additional ERP debt (see supplemental schedule)		-	-	-	-
Additional equipment debt forecast (see supplemental schedule)		-	-	-	-
		13,245,970	14,336,851	14,336,851	14,336,851
(6) Days expenses in A/P	36	30	30	30	30
(8) Equipment additions		-	-	-	-
Other: see supplemental schedule		-	-	-	-
(9) Short term notes before modifications		7,018,982	7,018,982	7,018,982	7,018,982
Payments on shareholder loans		(388,967)	(801,925)	(1,240,353)	(1,705,822)
Payments on Gemino loan		(531,438)	(1,101,294)	(1,712,345)	(2,367,568)
Payments on Sun Finance loan		(221,004)	(455,639)	(704,746)	(969,217)
Short term notes after modifications		5,877,573	4,660,124	3,361,538	1,976,375
(10) Accounts payable, prior					
Beginning balance		188,358	65,132	32,566	-
Payments		(123,227)	(32,566)	(32,566)	-
Ending balance		65,132	32,566	-	-

HMC/CAH - Cash Flows
2013-2016 Forecasted Amounts
CONSOLIDATED

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 3,339,066	\$ 4,024,883	\$ 3,338,290	\$ 4,297,634
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	5,019,331	5,440,323	5,810,965	6,124,713
Changes in assets and liabilities				
Accounts receivable	(116,321)	(342,550)	(621,831)	(511,350)
Home office settlement	-	-	-	-
Supplies	(106,243)	(88,687)	(93,004)	(97,534)
Prepaid expenses	(78,756)	(65,827)	(68,991)	(72,310)
Third-party settlements	319,045	-	-	-
Other current assets	(4,298)	(1,952)	(2,049)	(2,152)
Accounts Payable - prior	(2,157,599)	(437,828)	(437,828)	-
Accounts Payable - after	(672,963)	74,420	61,652	63,082
Accrued interest	-	-	-	-
Accrued liabilities	550,341	408,955	428,970	449,977
Net cash flow provided by operating activities	<u>6,091,603</u>	<u>9,011,739</u>	<u>8,416,174</u>	<u>10,252,060</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(4,532,004)</u>	<u>(2,174,665)</u>	<u>(1,455,625)</u>	<u>(1,230,700)</u>
Net cash flows from investment activities	<u>(4,532,004)</u>	<u>(2,174,665)</u>	<u>(1,455,625)</u>	<u>(1,230,700)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	(1,141,410)	(1,217,449)	(1,298,586)	(1,385,163)
Principal payments net of new debt issued	<u>(2,552,411)</u>	<u>(3,012,933)</u>	<u>(3,957,381)</u>	<u>(3,717,194)</u>
Net cash flows from financing activities	<u>(3,693,822)</u>	<u>(4,230,382)</u>	<u>(5,255,967)</u>	<u>(5,102,357)</u>
Net change in cash	(2,134,222)	2,606,692	1,704,581	3,919,003
Cash, Beginning	<u>5,351,550</u>	<u>3,217,328</u>	<u>5,824,020</u>	<u>7,528,601</u>
Cash, Ending	<u>\$ 3,217,328</u>	<u>\$ 5,824,020</u>	<u>\$ 7,528,601</u>	<u>\$ 11,447,605</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Drumright

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 693,857	\$ 629,147	\$ 838,742	\$ 955,671
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	835,620	817,839	821,339	824,839
Changes in assets and liabilities				
Accounts receivable	67,884	(13,309)	(47,049)	(38,689)
Home office settlement	-	-	-	-
Supplies	(9,092)	(7,847)	(8,240)	(8,652)
Prepaid expenses	(12,830)	(11,502)	(12,077)	(12,681)
Third-party settlements	-	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(113,014)	(25,683)	(25,683)	-
Accounts Payable - after	(263)	7,583	6,490	6,645
Accrued interest	-	-	-	-
Accrued liabilities	29,848	26,767	28,105	29,510
Net cash flow provided by operating activities	<u>1,492,010</u>	<u>1,422,994</u>	<u>1,601,628</u>	<u>1,756,644</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	-	(155,000)	-	-
Net cash flows from investment activities	<u>-</u>	<u>(155,000)</u>	<u>-</u>	<u>-</u>
Cash Flows From Financing Activities				
Payments made on short term notes	(1)	-	-	-
Principal payments net of new debt issued	<u>(504,865)</u>	<u>(402,251)</u>	<u>(493,077)</u>	<u>(407,367)</u>
Net cash flows from financing activities	<u>(504,867)</u>	<u>(402,251)</u>	<u>(493,077)</u>	<u>(407,367)</u>
Net change in cash	987,143	865,743	1,108,551	1,349,277
Cash, Beginning	<u>1,056,615</u>	<u>2,043,758</u>	<u>2,909,501</u>	<u>4,018,052</u>
Cash, Ending	<u>\$ 2,043,758</u>	<u>\$ 2,909,501</u>	<u>\$ 4,018,052</u>	<u>\$ 5,367,329</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Fairfax

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 443,083	\$ 865,451	\$ 680,337	\$ 747,354
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	220,674	176,849	174,299	183,807
Changes in assets and liabilities				
Accounts receivable	(6,469)	(14,453)	(25,799)	(21,215)
Home office settlement	-	-	-	-
Supplies	(9,991)	(8,638)	(9,069)	(9,523)
Prepaid expenses	(4,271)	(3,870)	(4,063)	(4,266)
Third-party settlements	-	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(152,429)	(10,847)	(10,847)	-
Accounts Payable - after	(21,774)	3,448	2,956	3,024
Accrued interest	-	-	-	-
Accrued liabilities	21,785	19,624	20,606	21,636
Net cash flow provided by operating activities	<u>490,609</u>	<u>1,027,566</u>	<u>828,419</u>	<u>920,817</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(573,321)</u>	<u>(98,000)</u>	<u>(95,000)</u>	<u>(46,500)</u>
Net cash flows from investment activities	<u>(573,321)</u>	<u>(98,000)</u>	<u>(95,000)</u>	<u>(46,500)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>(393,618)</u>	<u>(619,255)</u>	<u>(287,246)</u>	<u>(176,079)</u>
Net cash flows from financing activities	<u>(393,618)</u>	<u>(619,255)</u>	<u>(287,246)</u>	<u>(176,079)</u>
Net change in cash	(476,331)	310,311	446,173	698,238
Cash, Beginning	<u>(149,689)</u>	<u>(626,019)</u>	<u>(315,708)</u>	<u>130,465</u>
Cash, Ending	<u>\$ (626,019)</u>	<u>\$ (315,708)</u>	<u>\$ 130,465</u>	<u>\$ 828,703</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Haskell

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ (281,749)	\$ (644,654)	\$ (543,137)	\$ (527,805)
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	252,200	255,200	282,200	332,200
Changes in assets and liabilities				
Accounts receivable	(122,971)	(33,457)	(59,720)	(49,110)
Home office settlement	-	-	-	-
Supplies	(11,545)	(8,092)	(8,497)	(8,921)
Prepaid expenses	(7,189)	(5,756)	(6,044)	(6,346)
Third-party settlements	78,494	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(56,511)	(28,256)	(28,256)	-
Accounts Payable - after	(126,287)	4,246	3,712	3,802
Accrued interest	-	-	-	-
Accrued liabilities	22,165	16,935	17,782	18,671
Net cash flow provided by operating activities	<u>(253,393)</u>	<u>(443,834)</u>	<u>(341,959)</u>	<u>(237,510)</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(636,000)</u>	<u>(140,000)</u>	<u>(185,000)</u>	<u>(200,000)</u>
Net cash flows from investment activities	<u>(636,000)</u>	<u>(140,000)</u>	<u>(185,000)</u>	<u>(200,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>263,999</u>	<u>(287,576)</u>	<u>(247,875)</u>	<u>(288,235)</u>
Net cash flows from financing activities	<u>263,999</u>	<u>(287,576)</u>	<u>(247,875)</u>	<u>(288,235)</u>
Net change in cash	(625,394)	(871,410)	(774,835)	(725,745)
Cash, Beginning	<u>138,330</u>	<u>(487,064)</u>	<u>(1,358,474)</u>	<u>(2,133,308)</u>
Cash, Ending	<u>\$ (487,064)</u>	<u>\$ (1,358,474)</u>	<u>\$ (2,133,308)</u>	<u>\$ (2,859,054)</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Hillsboro

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 248,769	\$ 594,446	\$ 345,818	\$ 372,817
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	290,163	333,583	349,633	383,633
Changes in assets and liabilities				
Accounts receivable	2,559	(20,589)	(23,839)	(19,603)
Home office settlement	-	-	-	-
Supplies	(7,352)	(7,163)	(7,521)	(7,897)
Prepaid expenses	(2,581)	(2,526)	(2,652)	(2,785)
Third-party settlements	-	-	-	-
Other current assets	(384)	(69)	(73)	(76)
Accounts Payable - prior	(194,298)	(44,556)	(44,556)	-
Accounts Payable - after	(42,099)	4,393	3,595	3,677
Accrued interest	-	-	-	-
Accrued liabilities	15,911	15,226	15,988	16,787
Net cash flow provided by operating activities	<u>310,689</u>	<u>872,746</u>	<u>636,393</u>	<u>746,552</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	(448,076)	(107,000)	(77,000)	(180,000)
Net cash flows from investment activities	<u>(448,076)</u>	<u>(107,000)</u>	<u>(77,000)</u>	<u>(180,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	(85,321)	(217,812)	(214,698)	(91,165)
Net cash flows from financing activities	<u>(85,321)</u>	<u>(217,812)</u>	<u>(214,698)</u>	<u>(91,165)</u>
Net change in cash	(222,708)	547,934	344,695	475,387
Cash, Beginning	<u>275,470</u>	<u>52,762</u>	<u>600,696</u>	<u>945,391</u>
Cash, Ending	<u>\$ 52,762</u>	<u>\$ 600,696</u>	<u>\$ 945,391</u>	<u>\$ 1,420,779</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Horton

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ (22,600)	\$ 219,830	\$ 6,533	\$ 68,426
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	279,824	325,090	345,482	345,482
Changes in assets and liabilities				
Accounts receivable	(27,058)	(34,120)	(60,904)	(50,083)
Home office settlement	-	-	-	-
Supplies	(14,268)	(8,884)	(9,329)	(9,795)
Prepaid expenses	(6,150)	(4,336)	(4,552)	(4,780)
Third-party settlements	-	-	-	-
Other current assets	(303)	(71)	(75)	(78)
Accounts Payable - prior	(123,508)	(38,450)	(38,450)	-
Accounts Payable - after	(95,350)	5,425	4,789	4,908
Accrued interest	-	-	-	-
Accrued liabilities	61,570	39,446	41,419	43,490
Net cash flow provided by operating activities	<u>52,158</u>	<u>503,930</u>	<u>284,912</u>	<u>397,570</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	(555,726)	(303,500)	-	-
Net cash flows from investment activities	<u>(555,726)</u>	<u>(303,500)</u>	<u>-</u>	<u>-</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	112,962	(85,724)	(276,555)	(100,545)
Net cash flows from financing activities	<u>112,962</u>	<u>(85,724)</u>	<u>(276,555)</u>	<u>(100,545)</u>
Net change in cash	(390,607)	114,706	8,357	297,025
Cash, Beginning	<u>707,407</u>	<u>316,800</u>	<u>431,506</u>	<u>439,863</u>
Cash, Ending	<u>\$ 316,800</u>	<u>\$ 431,506</u>	<u>\$ 439,863</u>	<u>\$ 736,888</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

170

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 513,776	\$ 266,831	\$ 471,026	\$ 593,715
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	816,328	821,217	827,717	852,550
Changes in assets and liabilities				
Accounts receivable	(10,003)	(27,110)	(48,392)	(39,794)
Home office settlement	-	-	-	-
Supplies	(7,751)	(5,690)	(5,974)	(6,273)
Prepaid expenses	(8,052)	(6,169)	(6,477)	(6,801)
Third-party settlements	65,551	-	-	-
Other current assets	(46)	-	-	-
Accounts Payable - prior	(218,999)	(46,266)	(46,266)	-
Accounts Payable - after	4,732	5,133	4,077	4,170
Accrued interest	-	-	-	-
Accrued liabilities	104,422	32,162	33,770	35,458
Net cash flow provided by operating activities	<u>1,259,958</u>	<u>1,040,109</u>	<u>1,229,482</u>	<u>1,433,026</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	(97,000)	(80,000)	-	(205,000)
Net cash flows from investment activities	<u>(97,000)</u>	<u>(80,000)</u>	<u>-</u>	<u>(205,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	(539,853)	(528,623)	(542,532)	(416,239)
Net cash flows from financing activities	<u>(539,853)</u>	<u>(528,623)</u>	<u>(542,532)</u>	<u>(416,239)</u>
Net change in cash	623,104	431,486	686,950	811,787
Cash, Beginning	<u>(319,329)</u>	<u>303,776</u>	<u>735,261</u>	<u>1,422,211</u>
Cash, Ending	<u>\$ 303,776</u>	<u>\$ 735,261</u>	<u>\$ 1,422,211</u>	<u>\$ 2,233,998</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Lauderdale

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ (254,420)	\$ (638,196)	\$ (510,888)	\$ (398,396)
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	833,067	880,728	952,421	966,905
Changes in assets and liabilities				
Accounts receivable	(12,721)	(52,016)	(92,849)	(76,353)
Home office settlement	-	-	-	-
Supplies	(6,877)	(6,813)	(7,036)	(7,268)
Prepaid expenses	(9,965)	(7,381)	(7,623)	(7,874)
Third-party settlements	-	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(277,340)	(45,236)	(45,236)	-
Accounts Payable - after	(88,277)	9,048	7,538	7,713
Accrued interest	-	-	-	-
Accrued liabilities	29,211	25,077	25,898	26,751
Net cash flow provided by operating activities	<u>212,679</u>	<u>165,209</u>	<u>322,224</u>	<u>511,478</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(110,000)</u>	<u>(396,100)</u>	<u>(243,225)</u>	<u>(128,200)</u>
Net cash flows from investment activities	<u>(110,000)</u>	<u>(396,100)</u>	<u>(243,225)</u>	<u>(128,200)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>(401,122)</u>	<u>(408,462)</u>	<u>(329,331)</u>	<u>(508,205)</u>
Net cash flows from financing activities	<u>(401,122)</u>	<u>(408,462)</u>	<u>(329,331)</u>	<u>(508,205)</u>
Net change in cash	(298,444)	(639,353)	(250,332)	(124,927)
Cash, Beginning	<u>240,085</u>	<u>(58,359)</u>	<u>(697,711)</u>	<u>(948,043)</u>
Cash, Ending	<u>\$ (58,359)</u>	<u>\$ (697,711)</u>	<u>\$ (948,043)</u>	<u>\$ (1,072,970)</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Oswego

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 9,138	\$ 379,549	\$ 138,433	\$ 210,316
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	256,253	276,096	286,679	298,413
Changes in assets and liabilities				
Accounts receivable	-	(13,664)	(24,391)	(20,057)
Home office settlement	-	-	-	-
Supplies	(8,293)	(4,806)	(5,047)	(5,299)
Prepaid expenses	(2,995)	(1,775)	(1,863)	(1,957)
Third-party settlements	-	-	-	-
Other current assets	(3,142)	(1,812)	(1,902)	(1,997)
Accounts Payable - prior	(107,177)	(22,293)	(22,293)	-
Accounts Payable - after	(29,729)	2,564	2,321	2,379
Accrued interest	-	-	-	-
Accrued liabilities	39,461	23,809	25,000	26,250
Net cash flow provided by operating activities	<u>153,517</u>	<u>637,668</u>	<u>396,936</u>	<u>508,048</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(361,076)</u>	<u>(75,000)</u>	<u>(80,000)</u>	<u>(76,000)</u>
Net cash flows from investment activities	<u>(361,076)</u>	<u>(75,000)</u>	<u>(80,000)</u>	<u>(76,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>(266,277)</u>	<u>(397,653)</u>	<u>(435,685)</u>	<u>(471,954)</u>
Net cash flows from financing activities	<u>(266,277)</u>	<u>(397,653)</u>	<u>(435,685)</u>	<u>(471,954)</u>
Net change in cash	(473,836)	165,015	(118,749)	(39,906)
Cash, Beginning	<u>(842,964)</u>	<u>(1,316,800)</u>	<u>(1,151,785)</u>	<u>(1,270,534)</u>
Cash, Ending	<u>\$ (1,316,800)</u>	<u>\$ (1,151,785)</u>	<u>\$ (1,270,534)</u>	<u>\$ (1,310,440)</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Prague

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 538,248	\$ 141,418	\$ 226,991	\$ 291,107
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	133,000	198,542	228,192	237,675
Changes in assets and liabilities				
Accounts receivable	69,951	(18,431)	(32,899)	(27,054)
Home office settlement	-	-	-	-
Supplies	(6,605)	(7,224)	(7,586)	(7,965)
Prepaid expenses	(2,919)	(2,971)	(3,119)	(3,275)
Third-party settlements	-	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(167,720)	(46,968)	(46,968)	-
Accounts Payable - after	(58,025)	5,064	4,370	4,473
Accrued interest	-	-	-	-
Accrued liabilities	27,782	29,775	31,264	32,827
Net cash flow provided by operating activities	<u>533,712</u>	<u>299,205</u>	<u>400,245</u>	<u>527,789</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	(536,100)	(188,000)	(72,000)	(24,000)
Net cash flows from investment activities	<u>(536,100)</u>	<u>(188,000)</u>	<u>(72,000)</u>	<u>(24,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	162,462	(216,332)	(219,113)	(230,833)
Net cash flows from financing activities	<u>162,462</u>	<u>(216,332)</u>	<u>(219,113)</u>	<u>(230,833)</u>
Net change in cash	160,074	(105,126)	109,133	272,956
Cash, Beginning	<u>(147,014)</u>	<u>13,061</u>	<u>(92,066)</u>	<u>17,067</u>
Cash, Ending	<u>\$ 13,061</u>	<u>\$ (92,066)</u>	<u>\$ 17,067</u>	<u>\$ 290,023</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Seiling

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 143,459	\$ 473,528	\$ 127,448	\$ 172,136
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	130,160	219,031	262,807	286,947
Changes in assets and liabilities				
Accounts receivable	(5,115)	(18,584)	(33,172)	(27,278)
Home office settlement	-	-	-	-
Supplies	(3,463)	(3,896)	(4,091)	(4,296)
Prepaid expenses	(2,656)	(2,716)	(2,851)	(2,994)
Third-party settlements	-	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(136,201)	(7,290)	(7,290)	-
Accounts Payable - after	(31,189)	3,517	2,999	3,070
Accrued interest	-	-	-	-
Accrued liabilities	15,212	16,451	17,274	18,137
Net cash flow provided by operating activities	<u>110,209</u>	<u>680,042</u>	<u>363,124</u>	<u>445,722</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(144,056)</u>	<u>(257,065)</u>	<u>(303,400)</u>	<u>(24,000)</u>
Net cash flows from investment activities	<u>(144,056)</u>	<u>(257,065)</u>	<u>(303,400)</u>	<u>(24,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>(405,213)</u>	<u>(149,839)</u>	<u>(204,168)</u>	<u>(334,354)</u>
Net cash flows from financing activities	<u>(405,213)</u>	<u>(149,839)</u>	<u>(204,168)</u>	<u>(334,354)</u>
Net change in cash	(439,060)	273,138	(144,445)	87,368
Cash, Beginning	<u>(293,594)</u>	<u>(732,654)</u>	<u>(459,516)</u>	<u>(603,960)</u>
Cash, Ending	<u>\$ (732,654)</u>	<u>\$ (459,516)</u>	<u>\$ (603,960)</u>	<u>\$ (516,592)</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Washington

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 80,379	\$ 264,650	\$ 84,332	\$ 143,659
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	648,966	775,881	876,096	973,311
Changes in assets and liabilities				
Accounts receivable	1,663	(67,495)	(120,478)	(99,073)
Home office settlement	-	-	-	-
Supplies	(12,908)	(12,335)	(12,952)	(13,600)
Prepaid expenses	(10,691)	(10,408)	(10,928)	(11,475)
Third-party settlements	0	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(315,823)	(46,436)	(46,436)	-
Accounts Payable - after	(70,597)	8,446	7,048	7,210
Accrued interest	-	-	-	-
Accrued liabilities	138,004	126,053	132,356	138,973
Net cash flow provided by operating activities	<u>458,993</u>	<u>1,038,356</u>	<u>909,037</u>	<u>1,139,006</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	<u>(579,076)</u>	<u>(240,000)</u>	<u>(120,000)</u>	<u>(125,000)</u>
Net cash flows from investment activities	<u>(579,076)</u>	<u>(240,000)</u>	<u>(120,000)</u>	<u>(125,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	<u>(284,419)</u>	<u>(441,732)</u>	<u>(455,018)</u>	<u>(419,750)</u>
Net cash flows from financing activities	<u>(284,419)</u>	<u>(441,732)</u>	<u>(455,018)</u>	<u>(419,750)</u>
Net change in cash	(404,502)	356,624	334,019	594,256
Cash, Beginning	<u>573,217</u>	<u>168,715</u>	<u>525,339</u>	<u>859,358</u>
Cash, Ending	<u>\$ 168,715</u>	<u>\$ 525,339</u>	<u>\$ 859,358</u>	<u>\$ 1,453,613</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Yadkin

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 13,657	\$ 166,209	\$ 42,850	\$ 109,449
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	215,075	252,267	296,100	330,950
Changes in assets and liabilities				
Accounts receivable	(74,040)	(29,322)	(52,340)	(43,041)
Home office settlement	-	-	-	-
Supplies	(8,099)	(7,297)	(7,662)	(8,045)
Prepaid expenses	(8,456)	(6,418)	(6,739)	(7,076)
Third-party settlements	-	-	-	-
Other current assets	(423)	-	-	-
Accounts Payable - prior	(171,355)	(42,982)	(42,982)	-
Accounts Payable - after	196,408	9,250	7,338	7,501
Accrued interest	-	-	-	-
Accrued liabilities	44,970	37,629	39,511	41,486
Net cash flow provided by operating activities	<u>207,736</u>	<u>379,335</u>	<u>276,076</u>	<u>431,224</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	(491,573)	(135,000)	(280,000)	(222,000)
Net cash flows from investment activities	<u>(491,573)</u>	<u>(135,000)</u>	<u>(280,000)</u>	<u>(222,000)</u>
Cash Flows From Financing Activities				
Payments made on short term notes	-	-	-	-
Principal payments net of new debt issued	13,386	(270,587)	(183,636)	(257,851)
Net cash flows from financing activities	<u>13,386</u>	<u>(270,587)</u>	<u>(183,636)</u>	<u>(257,851)</u>
Net change in cash	(270,451)	(26,251)	(187,560)	(48,627)
Cash, Beginning	<u>(143,191)</u>	<u>(413,642)</u>	<u>(439,894)</u>	<u>(627,454)</u>
Cash, Ending	<u>\$ (413,642)</u>	<u>\$ (439,894)</u>	<u>\$ (627,454)</u>	<u>\$ (676,081)</u>

HMC/CAH - Cash Flows

2013-2016 Forecasted Amounts

Corporate

	September 30			
	2013	2014	2015	2016
Cash Flows From Operating Activities				
Change in net assets	\$ 1,213,469	\$ 1,306,674	\$ 1,429,804	\$ 1,559,184
Adjustments to reconcile change in net assets to net cash provided by operating activities:				
Depreciation and amortization	108,000	108,000	108,000	108,000
Changes in assets and liabilities				
Accounts receivable	-	-	-	-
Home office settlement	-	-	-	-
Supplies	-	-	-	-
Prepaid expenses	-	-	-	-
Third-party settlements	175,000	-	-	-
Other current assets	-	-	-	-
Accounts Payable - prior	(123,227)	(32,566)	(32,566)	-
Accounts Payable - after	(310,514)	6,305	4,418	4,509
Accrued interest	-	-	-	-
Accrued liabilities	-	-	-	-
Net cash flow provided by operating activities	<u>1,062,728</u>	<u>1,388,413</u>	<u>1,509,657</u>	<u>1,671,693</u>
Cash Flows From Investing Activities				
Purchase of property and equipment	-	-	-	-
Net cash flows from investment activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows From Financing Activities				
Payments made on short term notes	(1,141,409)	(1,217,449)	(1,298,586)	(1,385,163)
Principal payments net of new debt issued	<u>(224,532)</u>	<u>1,012,913</u>	<u>(68,448)</u>	<u>(14,616)</u>
Net cash flows from financing activities	<u>(1,365,941)</u>	<u>(204,536)</u>	<u>(1,367,034)</u>	<u>(1,399,779)</u>
Net change in cash	(303,212)	1,183,877	142,623	271,914
Cash, Beginning	<u>4,256,205</u>	<u>3,952,993</u>	<u>5,136,870</u>	<u>5,279,493</u>
Cash, Ending	<u>\$ 3,952,993</u>	<u>\$ 5,136,870</u>	<u>\$ 5,279,493</u>	<u>\$ 5,551,407</u>

HMC/CAH - Supplemental Equipment Schedule
2012-2016 Schedule of All Capital Purchases

Item Description	Leased	Date Acquired	Cost	2012	2013	2014	2015	2016
Drumright:								
Replace Floor	*	10/01/13	120,000	-	-	120,000	-	-
C-Arm (Re-Furbished)		04/01/14	35,000	-	-	35,000	-	-
Drumright Totals			155,000	-	-	155,000	-	-
Fairfax:								
Hematology Unit		10/01/12	9,000	-	9,000	-	-	-
IV Polls X 15		12/01/12	23,250	-	23,250	-	-	-
EMR Program	*	03/01/13	361,076	-	361,076	-	-	-
Access 2		02/01/13	49,995	-	49,995	-	-	-
Telemetry		05/01/13	80,000	-	80,000	-	-	-
Scope Tower And Scopes		08/01/13	50,000	-	50,000	-	-	-
Portable Xray		12/01/13	40,000	-	-	40,000	-	-
Radiology Room		02/01/15	90,000	-	-	-	90,000	-
ABG		03/01/16	6,500	-	-	-	-	6,500
Nurse Call System		07/01/16	40,000	-	-	-	-	40,000
ER Mattresses		04/01/14	8,000	-	-	8,000	-	-
Vital Signs Monitor		07/01/15	5,000	-	-	-	5,000	-
Hospital Beds X 10		08/01/14	50,000	-	-	50,000	-	-
Fairfax Totals			812,821	-	573,321	98,000	95,000	46,500
Haskell:								
Chemistry Analyzer	*	10/01/15	200,000	-	-	-	-	200,000
Colonoscopy & Egd	*	10/01/13	140,000	-	-	140,000	-	-
EMR Program	*	08/01/12	361,076	361,076	-	-	-	-
CT Scanner	*	10/01/12	386,000	-	386,000	-	-	-
R & F Room	*	04/01/13	250,000	-	250,000	-	-	-
Telemetry	*	10/01/14	110,000	-	-	-	110,000	-
Difibulators X 3		06/01/15	75,000	-	-	-	75,000	-
Haskell Totals			1,522,076	361,076	636,000	140,000	185,000	200,000
Hillsboro:								
Portable Xray		11/01/12	35,000	-	35,000	-	-	-
EMR Program	*	03/01/13	361,076	-	361,076	-	-	-
OR Lights		03/01/13	12,000	-	12,000	-	-	-
Nurse Call System		06/01/13	35,000	-	35,000	-	-	-
Er Cart With Scale		08/01/13	5,000	-	5,000	-	-	-
Portable Ultrasound		11/01/13	30,000	-	-	30,000	-	-
Treadmill With Ekg		02/01/14	22,000	-	-	22,000	-	-
Dexa		05/01/14	43,000	-	-	43,000	-	-
Hematology Analyzer		12/01/14	15,000	-	-	-	15,000	-
Hospital Beds X 10		05/01/15	50,000	-	-	-	50,000	-
Lifepak 20		08/01/14	12,000	-	-	12,000	-	-
Coagulation Analyzer		08/01/15	12,000	-	-	-	12,000	-
Xray Machine	*	10/01/15	100,000	-	-	-	-	100,000
Microscope		02/01/16	5,000	-	-	-	-	5,000
Endoscopy Equip		06/01/16	75,000	-	-	-	-	75,000
Hillsboro Totals			812,076	-	448,076	107,000	77,000	180,000

HMC/CAH - Supplemental Equipment Schedule
2012-2016 Schedule of All Capital Purchases

Item Description	Leased	Date Acquired	Cost	2012	2013	2014	2015	2016
Horton:								
Telemetry		11/01/13	80,000	-	-	80,000	-	-
Treadmill W/Ekg		02/01/14	20,000	-	-	20,000	-	-
EKG Machine		04/01/13	9,800	-	9,800	-	-	-
EMR Program	*	03/01/13	361,076	-	361,076	-	-	-
Vital Signs Machine X 3		05/01/13	7,350	-	7,350	-	-	-
Autoclave		07/01/13	33,000	-	33,000	-	-	-
Xray Machine	*	10/01/13	100,000	-	100,000	-	-	-
Surgery Table		11/01/13	38,500	-	-	38,500	-	-
Hospital Beds X 15		03/01/14	75,000	-	-	75,000	-	-
Generator (Used)		08/01/12	50,000	50,000	-	-	-	-
Smoke Dampers		08/01/13	7,000	-	7,000	-	-	-
7.5 HVAC Unit		08/01/13	7,500	-	7,500	-	-	-
Ambulance		07/01/14	90,000	-	-	90,000	-	-
Radiology Power Injector		09/01/13	30,000	-	30,000	-	-	-
Horton Totals			909,226	50,000	555,726	303,500	-	-
I-70:								
CR Reader		11/01/12	28,000	-	28,000	-	-	-
Dual Head Injector		02/01/13	10,000	-	10,000	-	-	-
C-Arm		05/01/13	35,000	-	35,000	-	-	-
EMR Software	*	03/01/13	361,076	-	361,076	-	-	-
Laposcopic Set Up		01/01/14	40,000	-	-	40,000	-	-
Hand & Endoscopic Instrumentation		04/01/14	30,000	-	-	30,000	-	-
Anesthesia Gas Module & Monitor		08/01/13	24,000	-	24,000	-	-	-
Automated Wasner - OR		07/01/14	10,000	-	-	10,000	-	-
Rad Room		11/01/15	80,000	-	-	-	-	80,000
Portable Xray		02/01/16	30,000	-	-	-	-	30,000
Nurse Call System		05/01/16	60,000	-	-	-	-	60,000
Refurbed Pre-Vac Sterilizer		08/01/16	35,000	-	-	-	-	35,000
I-70 Totals			743,076	-	458,076	80,000	-	205,000

HMC/CAH - Supplemental Equipment Schedule
2012-2016 Schedule of All Capital Purchases

Item Description	Leased	Date Acquired	Cost	2012	2013	2014	2015	2016
Lauderdale:								
Vital Signs Monitor		07/01/12	6,000	6,000	-	-	-	-
Hi/Lo Table		07/01/12	5,500	5,500	-	-	-	-
Bipap Machine		08/01/12	13,000	13,000	-	-	-	-
Electrocautery Machine		09/01/12	8,000	8,000	-	-	-	-
Electrocautery Machine		10/01/13	8,000	-	-	8,000	-	-
EMR Program	*	03/01/13	361,076	361,076	-	-	-	-
Defibrillator		11/01/13	8,000	-	-	8,000	-	-
Stretcher		12/01/13	9,000	-	-	9,000	-	-
Stretcher		11/01/15	9,000	-	-	-	-	9,000
Floor Scrubber		01/01/14	6,500	-	-	6,500	-	-
BTE Primus		02/01/14	51,000	-	-	51,000	-	-
Treadmill		03/01/14	5,600	-	-	5,600	-	-
Chemistry Analyzer	*	10/01/14	200,000	-	-	-	200,000	-
GI Lap Equipment	*	10/01/13	130,000	-	-	130,000	-	-
Ultrasound	*	10/01/12	110,000	-	110,000	-	-	-
Replace Rad Room		04/01/14	96,000	-	-	96,000	-	-
Treadmill		07/01/14	28,000	-	-	28,000	-	-
Anesthesia Machine		08/01/14	54,000	-	-	54,000	-	-
Buffer		11/01/14	5,500	-	-	-	5,500	-
Plasma Freezer		01/01/15	7,000	-	-	-	7,000	-
Litegait Therpy System		03/01/15	14,325	-	-	-	14,325	-
Insufflator		05/01/15	8,500	-	-	-	8,500	-
Pacu Monitor		08/01/15	7,900	-	-	-	7,900	-
Pacu Monitor		01/01/16	7,900	-	-	-	-	7,900
Balance Master		03/01/16	27,000	-	-	-	-	27,000
ABG Machine		05/01/16	40,000	-	-	-	-	40,000
PFT Machine		08/01/16	38,000	-	-	-	-	38,000
Pediatric Glidescope Wand		09/01/16	6,300	-	-	-	-	6,300
Lauderdale Totals			1,271,101	393,576	110,000	396,100	243,225	128,200
Oswego:								
CT Scan	*	08/01/12	386,000	386,000	-	-	-	-
EMR Program	*	08/01/13	361,076	-	361,076	-	-	-
Xray Machine		02/01/14	75,000	-	-	75,000	-	-
Telemetry		03/01/15	80,000	-	-	-	80,000	-
GI Equipment		06/01/16	76,000	-	-	-	-	76,000
Oswego Totals			978,076	386,000	361,076	75,000	80,000	76,000

HMC/CAH - Supplemental Equipment Schedule
2012-2016 Schedule of All Capital Purchases

Item Description	Leased	Date Acquired	Cost	2012	2013	2014	2015	2016
Prague:								
EKG Machine		11/01/12	5,200	-	5,200	-	-	-
IV Pumps		12/01/12	20,000	-	20,000	-	-	-
EMR Program	*	10/01/12	361,061	361,061	-	-	-	-
Vital Signs Monitors		01/01/13	10,000	-	10,000	-	-	-
CT Scanner	*	04/01/13	386,000	-	386,000	-	-	-
Ceiling Mounted Exam Lights		02/01/13	5,700	-	5,700	-	-	-
Steris 3023 Sterilizer		11/01/13	27,000	-	-	27,000	-	-
Anesthesia Machine		01/01/14	23,000	-	-	23,000	-	-
OR Table		03/01/14	18,000	-	-	18,000	-	-
Blanket Warmer		03/01/13	5,000	-	5,000	-	-	-
Ventilator		04/01/13	17,000	-	17,000	-	-	-
Stretchers X 4		05/01/13	7,200	-	7,200	-	-	-
Telemetry System		06/01/13	80,000	-	80,000	-	-	-
Crash Cart W/Difib		05/01/14	10,000	-	-	10,000	-	-
Rad Room		07/01/14	75,000	-	-	75,000	-	-
Abg Analyzer		09/01/14	35,000	-	-	35,000	-	-
Hematology Analyzer		01/01/15	35,000	-	-	-	35,000	-
CR System		06/01/15	37,000	-	-	-	37,000	-
C-Arm		03/01/16	24,000	-	-	-	-	24,000
Prague Totals			1,181,161	361,061	536,100	188,000	72,000	24,000
Seiling:								
Coagulation Instrument		11/01/12	21,000	-	21,000	-	-	-
Radiology Machine		02/01/13	78,056	-	78,056	-	-	-
IV Pumps		01/01/14	37,500	-	-	37,500	-	-
Pulse Ox/Vital Signs Machine		05/01/14	14,000	-	-	14,000	-	-
Hvac		08/01/14	5,565	-	-	5,565	-	-
Immunoassay Chemistry Analyzer		05/01/13	25,000	-	25,000	-	-	-
EMR Program	*	05/01/13	361,076	361,076	-	-	-	-
Blood Gas Analyzer		08/01/13	20,000	-	20,000	-	-	-
Chemistry Analyzer	*	10/01/13	200,000	-	-	200,000	-	-
Hematology Analyzer	*	10/01/14	110,000	-	-	-	110,000	-
Portable Xray		12/01/14	44,200	-	-	-	44,200	-
Nurse Call System		04/01/15	75,000	-	-	-	75,000	-
Patient Beds		08/01/15	74,200	-	-	-	74,200	-
Telephone System		03/01/16	24,000	-	-	-	-	24,000
Seiling Totals			1,089,597	361,076	144,056	257,065	303,400	24,000
Washington:								
Ultrasound Unit		02/01/13	48,000	-	48,000	-	-	-
EMR Program	*	10/01/13	361,076	-	361,076	-	-	-
Radiographic Unit	*	10/01/13	100,000	-	-	100,000	-	-
Gama Camera	*	10/01/12	120,000	-	120,000	-	-	-
CR Reader	*	10/01/14	120,000	-	-	-	120,000	-
Telemetry	*	10/01/13	100,000	-	-	100,000	-	-
Beds	*	10/01/15	125,000	-	-	-	-	125,000
Biosafety Hood		08/01/12	8,000	8,000	-	-	-	-
Poet Glucometers		07/01/13	50,000	-	50,000	-	-	-
Mobile Radiology Unit		04/01/14	40,000	-	-	40,000	-	-
Washington Totals			1,072,076	8,000	579,076	240,000	120,000	125,000

HMC/CAH - Supplemental Equipment Schedule
2012-2016 Schedule of All Capital Purchases

Item Description	Leased	Date Acquired	Cost	2012	2013	2014	2015	2016
Yadkin:								
Vacuum Suction System		11/01/12	20,000	-	20,000	-	-	-
LIS Replacement		01/01/13	28,000	-	28,000	-	-	-
PACS Expansion/Replacement		03/01/13	40,000	-	40,000	-	-	-
Ultrasound Transrectal Transducer		05/01/13	10,000	-	10,000	-	-	-
CR Cassette Replacement		07/01/13	7,500	-	7,500	-	-	-
Autoclave Backup Table Top		09/01/13	25,000	-	25,000	-	-	-
EMR Program	*	04/01/13	361,073	-	361,073	-	-	-
Eye Instrumentation		12/01/14	80,000	-	-	-	80,000	-
Expand Emergency Generator Coverage		11/01/12	5,000	-	-	5,000	-	-
Hematology Analyzer		01/01/14	40,000	-	-	40,000	-	-
Microscope - Eye	*	10/01/14	100,000	-	-	-	100,000	-
Dr Mammo		04/01/15	40,000	-	-	-	40,000	-
Portable Xray		03/01/14	10,000	-	-	10,000	-	-
Autoclave Upright		05/01/14	40,000	-	-	40,000	-	-
Phone System		08/01/14	40,000	-	-	40,000	-	-
Telemetry		07/01/15	60,000	-	-	-	60,000	-
Coagulation Analyzer		11/01/15	35,000	-	-	-	-	35,000
Ultrasound Machine		02/01/16	30,000	-	-	-	-	30,000
HD Colonoscope		04/01/16	64,000	-	-	-	-	64,000
HD Endoscope		06/01/16	58,000	-	-	-	-	58,000
Processor. Light Source, Monitor		08/01/16	35,000	-	-	-	-	35,000
Yadkin Totals			1,128,573	-	491,573	135,000	280,000	222,000
Total - All Facilities			11,674,859	1,920,789	4,893,080	2,174,665	1,455,625	1,230,700
Total By Lease	*		7,564,818	1,830,289	3,879,529	790,000	640,000	425,000
Total By Cash			4,110,041	90,500	1,013,551	1,384,665	815,625	805,700
Grand Total			11,674,859	1,920,789	4,893,080	2,174,665	1,455,625	1,230,700

HMC/CAH - Supplemental Debt Schedule
2013-2016

SHAREHOLDER, GEMINO AND SUN FINANCE: (these obligations are included in Corporate Short Term Notes)

	2013	2014	2015	2016
Shareholder Loan				
\$2,200,000; 5 years; 6% interest				
Principal reductions, annual	(388,967)	(412,958)	(438,428)	(465,469)
Principal reductions, cumulative	(388,967)	(801,925)	(1,240,353)	(1,705,822)
Interest payments	(121,419)	(97,428)	(71,958)	(44,917)
Remove interest already included in forecast	253,000	253,000	253,000	253,000
Net annual interest reduction	131,581	155,572	181,042	208,083
Gemino Loan				
\$4,631,378; 7 years; 7% interest				
Principal reductions, annual	(531,438)	(569,856)	(611,051)	(655,223)
Principal reductions, cumulative	(531,438)	(1,101,294)	(1,712,345)	(2,367,568)
Interest payments under new assumptions	(307,361)	(268,943)	(227,748)	(183,576)
Remove interest already included in forecast	370,510	370,510	370,510	370,510
Annual additional interest payments	63,149	101,567	142,762	186,934
				(These amounts are already in the base forecast)
Sun Finance Loan				
\$1,250,000; 5 years; 6% interest				
Principal reductions, annual	(221,004)	(234,635)	(249,107)	(264,471)
Principal reductions, cumulative	(221,004)	(455,639)	(704,746)	(969,217)
Interest payments under new assumptions	(68,988)	(55,357)	(40,885)	(25,521)
Remove interest already included in forecast	137,500	137,500	137,500	137,500
Net annual interest reduction	68,512	82,143	96,615	111,979

LAUDERDALE LONG TERM DEBT WITH MODIFICATIONS FOR CFG:

Current debt per existing schedules	2,802,498	2,736,481	2,690,775	2,614,850
Removal of CFG debt before modifications	(2,502,710)	(2,502,710)	(2,502,710)	(2,502,710)
Addition of CFG debt after new terms	67,322	71,830	76,641	81,774
	367,110	305,601	264,706	193,914
Long-term debt per existing schedules	533,976	300,205	112,140	-
Removal of CFG debt before modifications	-	-	-	-
Addition of CFG debt after new terms	2,372,292	2,300,462	2,223,821	2,142,048
	2,906,268	2,600,667	2,335,961	2,142,048
Interest expense forecast using actual debt schedules	(257,661)	(250,389)	(227,647)	(206,882)
Removal of CFG interest expense before modifications	175,188	175,188	175,188	175,188
Addition of CFG interest expense after new terms	(160,818)	(156,593)	(152,084)	(147,274)
	(243,291)	(231,794)	(204,543)	(178,968)

Accounts Payable, After

Total Payments to be Made									
Reorg Costs	CPSI	AP under \$1,000	AP over \$1,000	25% of Contracts	75% of Contracts	Subtotal	Other	Other	Total
Annual reductions; no interest									
Drumright	-	(61,648)	-	(25,683)	(77,049)	(164,380)	(19,011)	(70,000)	(253,391)
Fairfax	-	(130,735)	-	(10,847)	(32,541)	(174,123)	(20,138)	(70,000)	(264,261)
Haskell	-	-	-	(28,256)	(84,767)	(113,022)	(13,071)	(70,000)	(196,093)
Hillsboro	-	(105,187)	-	(44,556)	(133,667)	(283,409)	(32,777)	(70,000)	(386,185)
Horton	-	(46,607)	-	(38,450)	(115,351)	(200,408)	(23,177)	(70,000)	(293,586)
I70	-	(126,468)	-	(46,266)	(138,797)	(311,530)	(36,029)	(70,000)	(417,559)
Lauderdale	-	(186,867)	-	(45,236)	(135,709)	(367,812)	(42,538)	(70,000)	(480,350)
Oswego	-	(62,590)	-	(22,293)	(66,880)	(151,763)	(17,552)	(70,000)	(239,315)
Prague	-	(73,783)	-	(46,968)	(140,905)	(261,656)	(30,261)	(70,000)	(361,917)
Seiling	-	(121,621)	-	(7,290)	(21,870)	(150,781)	(17,438)	(70,000)	(238,219)
Washington	-	(222,952)	-	(46,436)	(139,307)	(408,694)	(47,266)	(70,000)	(525,960)
Yadkin	-	(85,391)	-	(42,982)	(128,945)	(257,318)	(29,759)	(70,000)	(357,077)
Corporate	(1,408,409)	(58,095)	-	(32,566)	(97,697)	(1,596,767)	(21,784)	(70,000)	(1,688,551)
	(1,408,409)	(1,281,944)	-	(437,828)	(1,313,483)	(4,441,663)	(350,800)	(910,000)	(5,702,463)

Drumright: ERP for Medicare Recovery on A/P Adjustment Above

	2012	2013	2014	2015	2016	2017
Amount of adjustment	1,060,128					
Average reimbursement rate	39.08%					
Initial balance of ERP	414,298	(reduction of gain from debt relief)				
Interest rate	10.50%					
Current portion	66,497	73,825	81,961	90,993	101,021	-
Long-term portion	347,801	273,976	192,015	101,021	0	0
Balance	414,298	347,801	273,976	192,015	101,021	0
Principal payments made		66,497	73,825	81,961	90,993	101,021
Interest payments made		40,362	33,033	24,898	15,865	5,837

**HMC/CAH - Supplemental Debt Schedule
2013-2016**

Fairfax: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	781,633						
Average reimbursement rate	65.23%						
Initial balance of ERP	509,859	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		81,835	90,854	100,866	111,982	124,323	-
Long-term portion		428,024	337,171	236,305	124,323	0	0
Balance		509,859	428,024	337,171	236,305	124,323	0
Principal payments made			81,835	90,854	100,866	111,982	124,323
Interest payments made			49,671	40,653	30,640	19,525	7,184
Haskell: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	1,795,398						
Average reimbursement rate	52.19%						
Initial balance of ERP	937,018	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		150,396	166,971	185,371	205,800	228,480	-
Long-term portion		786,622	619,651	434,280	228,480	0	0
Balance		937,018	786,622	619,651	434,280	228,480	0
Principal payments made			150,396	166,971	185,371	205,800	228,480
Interest payments made			91,286	74,711	56,311	35,882	13,202
Hillsboro: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	546,602						
Average reimbursement rate	70.98%						
Initial balance of ERP	387,978	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		62,273	69,135	76,754	85,213	94,603	-
Long-term portion		325,705	256,570	179,816	94,603	0	0
Balance		387,978	325,705	256,570	179,816	94,603	0
Principal payments made			62,273	69,135	76,754	85,213	94,603
Interest payments made			37,797	30,935	23,316	14,857	5,466
Horton: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	781,436						
Average reimbursement rate	46.22%						
Initial balance of ERP	361,180	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		57,971	64,360	71,453	79,327	88,069	-
Long-term portion		303,209	238,849	167,396	88,069	0	0
Balance		361,180	303,209	238,849	167,396	88,069	0
Principal payments made			57,971	64,360	71,453	79,327	88,069
Interest payments made			35,187	28,798	21,705	13,831	5,089
I70: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	794,503						
Average reimbursement rate	43.91%						
Initial balance of ERP	348,866	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		55,995	62,166	69,017	76,622	85,067	-
Long-term portion		292,871	230,706	161,689	85,067	0	0
Balance		348,866	292,871	230,706	161,689	85,067	0
Principal payments made			55,995	62,166	69,017	76,622	85,067
Interest payments made			33,987	27,816	20,965	13,359	4,915
Lauderdale: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	1,290,003						
Average reimbursement rate	55.25%						
Initial balance of ERP	712,727	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		114,396	127,003	141,000	156,538	173,789	-
Long-term portion		598,330	471,327	330,327	173,789	0	0
Balance		712,727	598,330	471,327	330,327	173,789	0
Principal payments made			114,396	127,003	141,000	156,538	173,789
Interest payments made			69,435	56,828	42,832	27,293	10,042
Oswego: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	745,828						
Average reimbursement rate	68.97%						
Initial balance of ERP	514,398	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		82,564	91,662	101,764	112,979	125,429	-
Long-term portion		431,834	340,172	238,408	125,429	0	0
Balance		514,398	431,834	340,172	238,408	125,429	0
Principal payments made			82,564	91,662	101,764	112,979	125,429
Interest payments made			50,113	41,015	30,913	19,698	7,248
Prague: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	233,548						
Average reimbursement rate	39.72%						
Initial balance of ERP	92,765	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		14,889	16,530	18,352	20,374	22,620	-
Long-term portion		77,876	61,346	42,994	22,620	0	0
Balance		92,765	77,876	61,346	42,994	22,620	0
Principal payments made			14,889	16,530	18,352	20,374	22,620
Interest payments made			9,037	7,396	5,575	3,552	1,307

HMC/CAH - Supplemental Debt Schedule
2013-2016

Seiling: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	709,246						
Average reimbursement rate	57.07%						
Initial balance of ERP	404,767	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		64,967	72,127	80,075	88,900	98,697	-
Long-term portion		339,799	267,673	187,597	98,697	0	0
Balance		404,767	339,799	267,673	187,597	98,697	0
Principal payments made			64,967	72,127	80,075	88,900	98,697
Interest payments made			39,433	32,273	24,325	15,500	5,703
Washington: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	1,926,191						
Average reimbursement rate	50.48%						
Initial balance of ERP	972,341	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		156,066	173,265	192,359	213,558	237,093	-
Long-term portion		816,275	643,010	450,651	237,093	0	0
Balance		972,341	816,275	643,010	450,651	237,093	0
Principal payments made			156,066	173,265	192,359	213,558	237,093
Interest payments made			94,727	77,528	58,433	37,235	13,700
Yadkin: ERP for Medicare Recovery on A/P Adjustment Above		2012	2013	2014	2015	2016	2017
Amount of adjustment	2,375,267						
Average reimbursement rate	30.69%						
Initial balance of ERP	728,969	(reduction of gain from debt relief)					
Interest rate	10.50%						
Current portion		117,003	129,898	144,213	160,106	177,750	-
Long-term portion		611,966	482,068	337,855	177,750	0	0
Balance		728,969	611,966	482,068	337,855	177,750	0
Principal payments made			117,003	129,898	144,213	160,106	177,750
Interest payments made			71,017	58,123	43,808	27,915	10,271
Total Additional ERP Debt		2012	2013	2014	2015	2016	2017
Initial balance of ERP	6,385,167	(reduction of gain from debt relief)					
Current portion		1,024,853	1,137,796	1,263,185	1,402,392	1,556,941	-
Long-term portion		5,360,313	4,222,518	2,959,333	1,556,941	0	0
Balance		6,385,167	5,360,313	4,222,518	2,959,333	1,556,941	0
Principal payments made			1,024,853	1,137,796	1,263,185	1,402,392	1,556,941
Interest payments made			622,052	509,110	383,721	244,514	89,965

2012 Bal.	2012 Payments				2012	2013 Payments				2014 Pmts	2015 Pmts	2016 Pmts	Unpaid	2012	Ending
Before	Reorg	Other	Other		Ending	CPSI	25% Contrcts	33% of		33% of	33% of		Remaining	Adjustment	Balance
Pmts/Adjs	Costs	Payments	Payments	Total	Balance			75% Contrcts	Total	75% Contrcts	75% Contrcts		Balance		Balance
1,313,519	-	(19,011)	(70,000)	(89,011)	1,224,508	(61,648)	(25,683)	(25,683)	(113,014)	(25,683)	(25,683)	-	1,060,128	1,060,128	-
1,045,894	-	(20,138)	(70,000)	(90,138)	955,756	(130,735)	(10,847)	(10,847)	(152,429)	(10,847)	(10,847)	-	781,633	781,633	-
1,991,491	-	(13,071)	(70,000)	(83,071)	1,908,420	-	(28,256)	(28,256)	(56,511)	(28,256)	(28,256)	-	1,795,398	1,795,398	-
932,787	-	(32,777)	(70,000)	(102,777)	830,010	(105,187)	(44,556)	(44,556)	(194,298)	(44,556)	(44,556)	-	546,602	546,602	-
1,075,022	-	(23,177)	(70,000)	(93,177)	981,845	(46,607)	(38,450)	(38,450)	(123,508)	(38,450)	(38,450)	-	781,436	781,436	-
1,212,062	-	(36,029)	(70,000)	(106,029)	1,106,033	(126,468)	(46,266)	(46,266)	(218,999)	(46,266)	(46,266)	-	794,503	794,503	-
1,770,353	-	(42,538)	(70,000)	(112,538)	1,657,815	(186,867)	(45,236)	(45,236)	(277,340)	(45,236)	(45,236)	-	1,290,003	1,290,003	-
985,143	-	(17,552)	(70,000)	(87,552)	897,591	(62,590)	(22,293)	(22,293)	(107,177)	(22,293)	(22,293)	-	745,828	745,828	-
595,465	-	(30,261)	(70,000)	(100,261)	495,204	(73,783)	(46,968)	(46,968)	(167,720)	(46,968)	(46,968)	-	233,548	233,548	-
947,465	-	(17,438)	(70,000)	(87,438)	860,027	(121,621)	(7,290)	(7,290)	(136,201)	(7,290)	(7,290)	-	709,246	709,246	-
2,452,151	-	(47,266)	(70,000)	(117,266)	2,334,885	(222,952)	(46,436)	(46,436)	(315,823)	(46,436)	(46,436)	-	1,926,191	1,926,191	-
2,732,344	-	(29,759)	(70,000)	(99,759)	2,632,585	(85,391)	(42,982)	(42,982)	(171,355)	(42,982)	(42,982)	-	2,375,267	2,375,267	-
515,080	(1,408,409)	(21,784)	(70,000)	(1,500,193)	(985,113)	(58,095)	(32,566)	(32,566)	(123,227)	(32,566)	(32,566)	-	(1,173,471)	(1,173,471)	-
17,568,776	(1,408,409)	(350,800)	(910,000)	(2,669,209)	14,899,567	(1,281,944)	(437,828)	(437,828)	(2,157,599)	(437,828)	(437,828)	-	11,866,313	11,866,313	-